

FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORTS

MENTAL HEALTH CARE, INC.

June 30, 2025

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Mental Health Care, Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Mental Health Care, Inc. (a nonprofit organization) which comprise the statement of financial position as of June 30, 2025, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year 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 Care, Inc., as of June 30, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Mental Health Care, 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 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, 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 and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Mental Health Care, 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 Care, 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* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and Chapter 10.650, *Rules of the Auditor General* is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of local and other public support and statement of activities – FQHC are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the

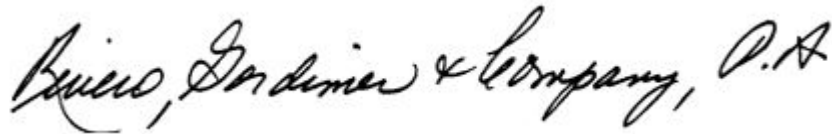
responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and state financial assistance, schedule of local and other public support, and statement of activities - FQHC are fairly stated, in all material respects, in relation to the financial statements as a whole.

The other supplementary information listed in the table of contents is presented for purposes of additional analysis and is also not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic 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 22, 2025, on our consideration of the Mental Health Care, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Mental Health Care, Inc.'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 Mental Health Care, Inc.'s internal control over financial reporting and compliance.

Tampa, Florida
December 22, 2025



Mental Health Care, Inc.

STATEMENT OF FINANCIAL POSITION

June 30, 2025

ASSETS

Current assets	
Cash and cash equivalents	\$ 5,950,132
Accounts receivable	
Grants and funding sources	3,328,255
Patients and other	3,358,042
Inventory	459,175
Prepaid expenses and other current assets	1,605,374
Investments	<u>8,367,138</u>
Total current assets	<u>23,068,116</u>
Receivables from related parties	812,810
Right of use assets - operating	189,464
Property and equipment, net	<u>34,704,520</u>
Total assets	<u><u>\$ 58,774,910</u></u>

LIABILITIES AND NET ASSETS

Current liabilities	
Accounts payable	\$ 3,227,734
Construction payable	611,520
Accrued expenses	1,331,228
Current maturities of long-term debt	200,486
Current portion of operating lease liability	<u>75,642</u>
Total current liabilities	<u>5,446,610</u>
Operating lease liability, long-term	123,066
Long-term debt	<u>5,982,525</u>
Total liabilities	<u>11,552,201</u>
Net assets	
Without donor restrictions	44,942,665
With donor restrictions	<u>2,280,044</u>
Total net assets	<u>47,222,709</u>
Total liabilities and net assets	<u><u>\$ 58,774,910</u></u>

The accompanying notes are an integral part of this statement.

Mental Health Care, Inc.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

For the year ended June 30, 2025

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
OPERATING REVENUE			
Public support	\$ 29,144,979	\$ -	\$ 29,144,979
Net patient service revenue	20,372,086	-	20,372,086
Rental revenue	960,374	-	960,374
Pharmacy and other patient related revenue	7,216,960	-	7,216,960
Contributions and other revenue	258,514	-	258,514
	<u>57,952,913</u>	<u>-</u>	<u>57,952,913</u>
Net assets released from restrictions	<u>371,661</u>	<u>(371,661)</u>	<u>-</u>
Total operating revenue	<u>58,324,574</u>	<u>(371,661)</u>	<u>57,952,913</u>
 OPERATING EXPENSES			
Program services			
Emergency and acute care	25,643,115	-	25,643,115
Community development division	3,181,648	-	3,181,648
Outpatient	6,698,410	-	6,698,410
Children's community services	3,182,226	-	3,182,226
Medical clinic	7,479,607	-	7,479,607
	<u>46,185,006</u>	<u>-</u>	<u>46,185,006</u>
Supporting services			
Management and general	7,483,804	-	7,483,804
	<u>7,483,804</u>	<u>-</u>	<u>7,483,804</u>
Total operating expenses	<u>53,668,810</u>	<u>-</u>	<u>53,668,810</u>
Operating income	<u>4,655,764</u>	<u>(371,661)</u>	<u>4,284,103</u>
 NON-OPERATING REVENUE			
Investment return	802,397	-	802,397
Grants for acquisition of capital assets	1,850,000	-	1,850,000
	<u>2,652,397</u>	<u>-</u>	<u>2,652,397</u>
Total non-operating revenue	<u>2,652,397</u>	<u>-</u>	<u>2,652,397</u>
CHANGE IN NET ASSETS	7,308,161	(371,661)	6,936,500
NET ASSETS AT BEGINNING OF YEAR	<u>37,634,504</u>	<u>2,651,705</u>	<u>40,286,209</u>
NET ASSETS AT END OF YEAR	<u>\$ 44,942,665</u>	<u>\$ 2,280,044</u>	<u>\$ 47,222,709</u>

The accompanying notes are an integral part of this statement.

Mental Health Care, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 2025

Program Services

	Emergency and Acute Care	Community Development	Outpatient	Children's Community Services	Medical Clinic	Total Program Services	Management and General	Total Expenses
Salaries and wages	\$ 17,040,642	\$ 694,944	\$ 4,885,673	\$ 2,351,279	\$ 1,531,913	\$ 26,504,451	\$ 3,709,438	\$ 30,213,889
Employee benefits	2,703,617	139,897	963,308	475,659	254,825	4,537,306	848,172	5,385,478
Professional services	654,488	30,885	173,230	76,776	246,125	1,181,504	1,365,654	2,547,158
Travel	89,357	8,370	46,765	51,698	9,967	206,157	73,170	279,327
Food services	1,209,937	5,834	16,591	4,357	620	1,237,339	53,055	1,290,394
Building occupancy	973,012	928,280	266,252	22,075	65,642	2,255,261	199,317	2,454,578
Equipment and furnishings	117,411	3,687	38,162	14,234	16,762	190,256	626,422	816,678
Medical and pharmacy	322,122	2,042	27,221	16,472	5,286,037	5,653,894	6,452	5,660,346
Insurance	487,404	145,860	173,808	88,668	22,692	918,432	132,988	1,051,420
Interest	70,758	-	-	-	-	70,758	104,506	175,264
Supplies	1,275,614	995,599	94,444	51,243	5,859	2,422,759	143,047	2,565,806
Total expenses before depreciation and amortization	<u>24,944,362</u>	<u>2,955,398</u>	<u>6,685,454</u>	<u>3,152,461</u>	<u>7,440,442</u>	<u>45,178,117</u>	<u>7,262,221</u>	<u>52,440,338</u>
Depreciation and amortization	<u>698,753</u>	<u>226,250</u>	<u>12,956</u>	<u>29,765</u>	<u>39,165</u>	<u>1,006,889</u>	<u>221,583</u>	<u>1,228,472</u>
Total expenses	<u>\$ 25,643,115</u>	<u>\$ 3,181,648</u>	<u>\$ 6,698,410</u>	<u>\$ 3,182,226</u>	<u>\$ 7,479,607</u>	<u>\$ 46,185,006</u>	<u>\$ 7,483,804</u>	<u>\$ 53,668,810</u>

The accompanying notes are an integral part of this statement.

Mental Health Care, Inc.

STATEMENT OF CASH FLOWS

For the year ended June 30, 2025

Cash flows from operating activities	
Change in net assets	<u>\$ 6,936,500</u>
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation and amortization - property and equipment	1,228,472
Amortization - right of use asset	72,232
Net realized and unrealized investment gains	(550,995)
Cash received from grants for acquisition of capital assets	(1,850,000)
Decrease in accounts receivable	5,551,422
Increase in related party receivables	(130,126)
Increase in inventory	(459,175)
Increase in prepaid and other assets	(412,798)
Increase in accounts payable and accrued liabilities	3,391,806
Lease liability principal payments	(70,602)
Total adjustments	<u>6,770,236</u>
Net cash provided by operating activities	<u>13,706,736</u>
Cash flows from investing activities	
Purchase of property and equipment	(9,775,110)
Proceeds from sale of investments	1,158,557
Purchase of investments	<u>(1,384,912)</u>
Net cash used by investing activities	<u>(10,001,465)</u>
Cash flows from financing activities	
Proceeds from long-term debt	2,675,874
Principal payments on long-term debt	(2,495,958)
Cash received from grants for acquisition of capital assets	<u>1,850,000</u>
Net cash provided by financing activities	<u>2,029,916</u>
Net increase in cash	5,735,187
Cash and cash equivalents at beginning of year	<u>214,945</u>
Cash and cash equivalents at end of year	<u>\$ 5,950,132</u>
Supplemental disclosures of cash flow information	
Cash paid during the year	
Interest	<u>\$ 175,264</u>
Taxes	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS

June 30, 2025

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 financial statements follow:

1. Nature of Organization

Founded in 1949 as the Guidance Center of Hillsborough County, Mental Health Care, Inc. ("Gracepoint") is a Florida not-for-profit corporation which provides comprehensive community health services to the residents of Hillsborough County. Gracepoint offers over 35 programs in accessible locations throughout Hillsborough County, including Emergency and Acute Care Services; Intensive Outpatient Treatment; Services for Children; Adolescents and Families; Residential Treatment & Supported Housing; Adult Outpatient Services; Employment Services; Homeless Services; and Primary Care Medical Clinic. In 2014, Mental Health Care, Inc. began operating under the name Gracepoint.

2. Basis of Accounting

Gracepoint follows the provisions of the Financial Accounting Standards Boards *Accounting Standards Codification* ("FASB ASC").

These financial statements, which are presented on the accrual basis of accounting, have been prepared to focus on Gracepoint as a whole and to present revenue, expenses, and net assets based on the existence or absence of donor-imposed restrictions.

Accordingly, net assets of Gracepoint and changes therein are classified and reported as follows:

- Without Donor Restrictions – Net assets without donor restrictions are net assets not subject to donor-imposed restrictions or the donor-imposed restrictions have expired. These net assets are available for use at the discretion of the Board and/or management for general operating purposes.
- With Donor Restrictions – Net assets with donor restrictions are net assets subject to donor-imposed stipulations that may be fulfilled by the actions of Gracepoint, that may become undesignated by the passage of time, or that require net assets to be permanently maintained, thereby restricting the use of principal.

3. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

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

4. Cash and Cash Equivalents

Gracepoint considers all highly liquid debt instruments and securities purchased with a maturity of three months or less to be cash equivalents. Highly liquid debt instruments with original maturities of three months or less that are included as part of the investment portfolio are excluded from cash equivalents as they are commingled with longer-term investments.

5. Concentrations of Credit Risk

Financial instruments that potentially subject Gracepoint to concentrations of credit risk are primarily cash and accounts receivable. Gracepoint's cash deposits are placed in financial institutions which at times may exceed the Federal Deposit Insurance Corporation (FDIC) coverage and exceeded insured limits by approximately \$5,626,000 based on the bank balances at June 30, 2025. Gracepoint has not experienced any losses in its cash accounts and does not believe it is exposed to any significant credit risks related to uninsured amounts.

6. Accounts Receivable and Allowance of Doubtful Accounts

Accounts receivable are stated at the amounts management expects to collect from outstanding balances, less estimated contractual adjustments related to agreements with third-party payers. Patient accounts receivable are reviewed for write off after 120 days and analysis of collection efforts. Management provides for probable uncollectible amounts through a charge to expense and a credit to an allowance based on prior bad debt experience and a review of existing receivables. Balances that remain outstanding after management has used reasonable collection efforts are written off. An allowance of approximately \$843,000 is included in relation to the patient accounts receivable in the accompanying financial statements at June 30, 2025.

7. Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are carried at their fair values in Gracepoint's statement of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying financial statements. Investments in debt and equity securities and mutual funds are stated at fair value in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification ("ASC") Topic 820, *Fair Value Measurements and Disclosures*.

8. Inventory

Inventory consists of drugs and is stated at the lower of cost or market.

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

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

9. Property and Equipment

Property and equipment are stated at cost and depreciated using the straight-line method over estimated useful lives ranging from 5 to 35 years. Estimated useful lives are in accordance with those established by the American Hospital Association. It is Gracepoint's policy that maintenance and repairs are charged to expense as incurred. Additions/betterments exceeding \$2,500 and with a useful life of over one year are capitalized. Donated property and equipment are recorded at fair value at the date of the gift.

10. Donated Materials and Services

Donations of materials are recorded as support at their estimated fair value at the date of donation. Donations of services are recorded as support at their estimated fair value if the services received create or enhance nonfinancial assets, or the services require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not donated.

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

11. Public Support

Revenue from federal, state and local grants is recorded as public support grants based upon the terms of the grantor, which generally provide that revenue is earned when the allowable activities or costs of the specific grant provisions have been incurred. Also, included in public support is other state funding. Such revenue is subject to audit by the grantor and, if the examination results in a deficiency of allowable expenses, Gracepoint may be required to refund any deficiencies. Management is of the opinion that none of the amounts recognized as revenue would be disallowed.

12. Net Patient Service Revenue

Revenue under third-party payor agreements is recorded at established billing rates, net of estimated contractual adjustment relating to agreements with third-party payors. Final determination of amounts earned is subject to third-party audits and retroactive adjustments. Provision for estimated third-party payor settlements are made in the period the related services are rendered. Differences between the estimated amounts accrued and interim and final settlements are reported in operations in the year of settlement.

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

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

Laws and regulations governing the Medicaid and Medicare programs are complex and subject to interpretation. Management believes that it is in compliance with all applicable laws and regulations and is not aware of any pending or threatened investigations involving allegations of potential wrongdoing. While no such regulatory inquiries have been made, compliance with such laws and regulations can be subject to future government review and interpretation as well as significant regulatory action including fines, penalties and exclusion from the Medicaid and Medicare programs.

13. Charity Care

Gracepoint accepts all patients regardless of their ability to pay. A patient is classified as a charity patient by reference to certain established policies. Amounts determined to qualify as charity care are not reported as patient service revenue. Gracepoint provided charity care of approximately \$2,800,000 as measured by the amount of charges forgone for services rendered based upon a sliding fee scale during the year ended June 30, 2025.

14. Liquidity

Assets are presented in the accompanying Statement of Financial Position according to their nearness of conversion to cash and liabilities according to the nearness of their maturity and resulting use of cash.

15. Income Taxes

Gracepoint has been recognized as exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and Chapter 220.13 of the Florida Statutes, respectively. Accordingly, no provision for income taxes has been presented in these financial statements. Gracepoint has reported unrelated business income although no income taxes have been owed due to net tax losses through the latest filed return; however, such status is subject to final determination upon examination, if any, of the related income tax returns by the appropriate taxing authorities. Gracepoint is not aware of any tax positions it has taken that are subject to a significant degree of uncertainty. Tax years after 2021 remain subject to examination by federal and state taxing authorities.

16. Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis. Accordingly, certain cost has been allocated among the programs and supporting services benefited. A description of the significant programs follows:

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

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

Emergency and Acute Care - This program serves patients in acute psychiatric crisis needing emergency screening/evaluation and crisis intervention/brief counseling. The Crisis Stabilization Unit provides inpatient psychiatric services that focus on the stabilization of the patient's acute crisis as well as integration back into the general community/population. Patient's needs are identified at the time of admission to ensure that an individualized treatment plan/process is developed and implemented to ensure optimum stabilization and recovery are obtained in the shortest possible time-frame with reintegration back into the community.

Community Development - This program provides a formal outreach program across Hillsborough County to engage persons into services of the program or other needed services in the community. Outreach services also include a program focused on engaging persons in the community who are homeless with a mental illness and may have a substance use disorder. Outreach staff provide outreach services at campsites, emergency shelters and other known areas where homeless individuals may be utilizing some type of shelter. Additionally, services are provided at sites operated by Gracepoint such as the Shop and other drop-in centers. Staff also work closely with the police department and other local resources to provide outreach and screening services to homeless individuals.

Outpatient - This program provides psychiatric services to adults and children by psychiatrists and nurse practitioners. Individual and group therapy services are also offered by licensed clinicians. Social Rehabilitation that focuses on daily living, budgeting and medication compliance for the severely mentally ill is also provided. In addition, this program includes the provision of primary care services and care coordination to promote increased health outcomes to those patients choosing Gracepoint as their health home.

Children's Community Services - This program provides many services including: family therapy, individual therapy, group therapy, medication management, motivational interviewing, trauma informed care, targeted case management, transportation to appointments, mentoring, legal system advocacy and coordination, parenting skills, behavior modification, and respite services. Patients are assessed prior to admission by a licensed clinician to determine treatment needs.

Medical Clinic - The Primary Care Health Center (FQHC) serves both adolescents and adults regardless of their ability to pay by offering a sliding fee scale discount program based on income and household dependents. The program's focus is to serve the general community with a focus on those uninsured and underinsured to ensure all have access to quality healthcare. There are two locations, East Seminole Heights on the Gracepoint campus and North Tampa on the Advent Health Hospital campus across from the University of South Florida.

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE B - INVESTMENTS

Investments consist of the following at June 30, 2025:

Cash and money market funds	\$ 763,486
Corporate debt securities	1,548,110
Corporate equity securities	2,714,946
Government securities	930,727
Mutual funds	<u>2,409,869</u>
	<u>\$ 8,367,138</u>

Investment income consists of the following at June 30, 2025:

Interest and dividend income, net of investment fees	\$ 251,402
Realized and unrealized gains on investments	<u>550,995</u>
	<u>\$ 802,397</u>

Professional fees related to the investment account were approximately \$25,000 for the year ended June 30, 2025.

NOTE C - PROPERTY AND EQUIPMENT

Property and equipment consist of the following at June 30, 2025:

Land	\$ 2,294,616
Buildings and improvements	33,470,109
Furniture and equipment	5,737,465
Construction in progress	<u>11,850,031</u>
	53,352,221
Less accumulated depreciation	<u>(18,647,701)</u>
Property and equipment, net	<u>\$ 34,704,520</u>

Depreciation and amortization expense for the year ended June 30, 2025 was \$1,228,472. Included in depreciation expense is approximately \$181,000 related to the depreciation on the building and improvements for the Neighborhood Stabilization Project program.

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE D - ASSETS ACQUIRED WITH GOVERNMENT FUNDS

The State of Florida rules governing mental health services for contractors stipulate that the State can recover its proportionate share of State funds used to acquire real property or equipment if the asset is sold prior to expiration of the holding period in which the State has an interest in the asset. The State can also recover its proportionate share of the market value or the asset itself, of any property or equipment no longer used for its original authorized purpose or State-approved alternative use, during the holding period. The holding period is defined as 20 years for real property and the contract approved useful life for equipment. There were no pending transactions requiring return of State funds on property and equipment as of June 30, 2025.

In 2010, Gracepoint acquired land from Hillsborough County, subject to the express condition that land be used solely and exclusively for either charitable, educational, scientific or patriotic uses and purposes that are without profit; otherwise, title to the land shall revert back to Hillsborough County if such premises are not used or cease to be used for such purposes.

NOTE E - RELATED PARTY BALANCES AND TRANSACTIONS

Gracepoint advanced funds through management agreements to five entities that sponsor HUD Section 811 projects and two other entities that provide low cost housing. The directors of these entities are limited to individuals who are either members of Gracepoint, or non-members who have approval of Gracepoint's board of directors. The receivables from related parties were approximately \$813,000 at June 30, 2025.

NOTE F - LINES OF CREDIT

Gracepoint maintains a line of credit with a financial institution with a total amount available of \$1,200,000 at June 30, 2025. The line of credit is not collateralized. The rate at which amounts drawn down under the line of credit bear interest at the prime rate (7.50% at June 30, 2025.) subject to a floor of 4.00%. There was no outstanding balance on this line of credit at June 30, 2025.

Gracepoint maintains a second line of credit with a financial institution with a total amount available of approximately \$5,892,000 at June 30, 2025. The line of credit is collateralized by the securities held in accounts with the lending financial institution and the amount available changes based on the value of these securities. The rate at which amounts drawn under the line of credit bear interest is equal to the secured overnight financing rate (SOFR) rate (4.45% at June 30, 2025) at time of close of business each Friday plus 1.5%, for an effective rate of 5.95% at June 30, 2025. There was no outstanding balance on this line of credit at June 30, 2025.

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE G - LONG-TERM DEBT

Long-term debt consisted of the following at June 30, 2025:

Mortgage note payable, principal and interest payment monthly at a fixed rate of 3.50% due in monthly installments of \$10,498 per month and a balloon payment estimated at \$1,069,684 through February 10, 2032. The note is collateralized by a building.	\$ 1,584,198
Construction note payable, 9 consecutive monthly interest payments beginning on November 1, 2021 calculated on unpaid principal balance. Fixed interest rate of 3.50%. Monthly installments of \$16,314 beginning August 25, 2022 and one principal and interest payment of \$1,662,025 through July 25, 2032. The note is collateralized by a building.	1,925,999
Mortgage note payable, interest only payments due November 24, 2024 until October 25, 2026. Principal payments begin on November 25, 2026, spread over 240 periods with the final balance due on October 7, 2034. This note is collateralized by a building.	2,811,770
Mortgage note payable, principal is deferred as long as Gracepoint provides low income housing for the entire Affordability Period of 30 years. Interest does not accrue during the deferral period as long as Gracepoint is not in default with the note, mortgage or NSP Loan Agreement during the period of availability (2010 - 2040). The note is collateralized by the land and building (Garrison Avenue).	70,894
Mortgage note payable, principal is deferred as long as Gracepoint provides low income housing for the entire Affordability Period of 30 years. Interest does not accrue during the deferral period as long as Gracepoint is not in default with the note, mortgage or NSP Loan Agreement during the period of availability (2010 - 2040). The note is collateralized by the land and building (Pine Street).	96,030
Mortgage note payable, principal is deferred as long as Gracepoint provides low income housing for the entire Affordability Period of 20 years. Interest does not accrue during the deferral period as long as Gracepoint is not in default with the note, mortgage or NSP Loan Agreement during the period of availability (2011 - 2031). The note is collateralized by the land and building (Mariposa).	2,891,139
Mortgage note payable, principal is deferred as long as Gracepoint provides low income housing for the entire Affordability Period of 20 years. Interest does not accrue during the deferral period as long as Gracepoint is not in default with the note, mortgage or NSP Loan Agreement during the period of availability (2011 - 2031). The note is collateralized by the land and building (Oakview).	<u>4,430,800</u>
Total long-term debt, prior to amounts to be forgiven and current maturities	13,810,830
Less amounts to be forgiven	<u>(7,488,863)</u>
Less current maturities	(200,486)
Less loan closing costs	<u>(138,956)</u>
Total long-term debt	<u><u>\$ 5,982,525</u></u>

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE G - LONG-TERM DEBT - Continued

In 2010, Gracepoint obtained the \$70,894 (Garrison Avenue) and \$96,030 (Pine Street) loans from the City of Tampa, Florida under the terms of the U.S Department of Housing and Urban Development Neighborhood Stabilization Program 3 (NSP 3). Under the terms of this agreement, as long as Gracepoint is not in default with any provisions of the related loan documents, the loans bear no stated interest rate or required principal repayments. Repayment of the principal balance is deferred until the mortgage loans mature in 2030, upon which the full balance will be forgiven in accordance with the NSP program. The loans are secured by a mortgage on the underlying property. Gracepoint recognized donor restricted contribution revenue for the face value of these loans, rather than a liability due to the intent of the debt being fully forgiven at maturity. The related net assets with donor restrictions are being released on a straight-line basis over the term of the loan.

In 2011, Gracepoint obtained the \$2,891,139 (Mariposa) and \$4,430,800 (Oakview) loans from the City of Tampa, Florida under the terms of the U.S Department of Housing and Urban Development Neighborhood Stabilization Program 3 (NSP 3). Under the terms of this agreement, as long as Gracepoint is not in default with any provisions of the related loan documents, the loans bear no stated interest rate or required principal repayments. Repayment of the principal balance is deferred until the mortgage loans mature in 2031, upon which the full balance will be forgiven in accordance with the NSP program. The loans are secured by a mortgage on the underlying property. Gracepoint recognized donor restricted contribution revenue for the face value of these loans, rather than a liability due to the intent of the debt being fully forgiven at maturity. The related net assets with donor restrictions are being released on a straight-line basis over the term of the loan.

The aggregate maturities of long-term debt, before consideration of amounts to be forgiven, for each of the next five years subsequent to June 30, 2025 and thereafter are as follows:

<u>Year ending June 30,</u>	
2026	\$ 200,486
2027	233,293
2028	259,952
2029	265,781
2030	252,170
Thereafter	<u>12,599,148</u>
	<u>\$ 13,810,830</u>

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE H - LEASES

Gracepoint leases certain office space under a noncancellable operating lease. In accordance with ASC 842, *Leases*, the Organization recorded a right of use asset of \$366,654, and a lease liability of \$366,654, which is the net present value of future minimum lease payments of the lease using the risk-free discount rate of 2.69%, according to the Organization's elected policy during the year ended June 30, 2023. Leases with a term of 12 months or less are not recorded on the statement of financial position. This is the only agreement that qualifies as a lease under ASC 842.

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, 2025:

Operating lease right of use asset	\$ 366,654
Less accumulated amortization	<u>(177,190)</u>
	<u>\$ 189,464</u>

Additional information about Gracepoint's leases follows:

Office space (included in operating expenses):	
Operating lease cost	<u>\$ 78,620</u>
Total lease costs	<u>\$ 78,620</u>

Other Information:

Cash paid for amounts included in measuring operating lease liabilities:

Operating cash flows from leases	\$ 76,990
Right of use asset obtained in exchange for operating leases payable	\$ 366,654
Weighted-average remaining lease term (years)	2.50
Weighted-average discount rate	2.69%

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE H - LEASES - Continued

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

<u>Year ending June 30,</u>	
2026	\$ 80,070
2027	83,272
2028	<u>42,453</u>
Total future minimum payments	205,795
Less: amount representing interest	<u>(7,087)</u>
Operating leases payable	<u>\$ 198,708</u>

In addition, Gracepoint leases various buildings and copiers under cancellable operating leases. Total rental expense approximated \$147,000 for the year ended June 30, 2025 which includes payments on both short-term leases and operating leases.

NOTE I - EMPLOYEE BENEFIT PLANS

Gracepoint maintains defined contribution plans covering substantially all employees that have attained the age of twenty-one with one year of service. Employee benefit costs under the plans were approximately \$646,000 for the year ended June 30, 2025.

Effective July 1, 2007, Gracepoint has matched, dollar for dollar, employee contributions up to 3% of employee compensation plus half of employee contributions that exceed 3% but do not exceed 5% of compensation. Additionally, Gracepoint may elect to contribute a discretionary amount. No discretionary contributions were made during the year ended June 30, 2025. Employer matching contributions and employer discretionary payments vest over a period of six years at a rate defined in the plan.

NOTE J - MEDICAL MALPRACTICE INSURANCE

Gracepoint is insured with respect to medical malpractice risks up to \$1 million per claim, with a \$3 million annual aggregate claims limit. Gracepoint also maintains a \$3 million limit umbrella insurance policy that can be layered on top of any additional claims. As a provider of health care services, Gracepoint is subject to malpractice claims and legal actions arising in the ordinary course of business.

After taking into consideration legal counsel's evaluation of such actions and claims, management is of the opinion that their outcome will not have a material adverse effect on the financial position of Gracepoint.

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE K - COMMITMENTS AND CONTINGENCIES

During 2025, Gracepoint entered into a contract for construction services. The committed, but unspent balance of this contract was approximately \$3,775,000 at June 30, 2025.

Gracepoint participates in federal and state government grant programs, the expenditures for which are subject to audit from the respective funding agencies. Upon examination, expenditures could be disallowed, and refunds required. Gracepoint has not been notified that any such audits are forthcoming and is not aware of any expenditures for which such allowances or refunds would be required by funding agencies.

NOTE L - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at June 30, 2025 relate to funds contributed by grantors for a specific purpose and time period. The net assets with donor restrictions are being released ratably over the respective time periods of the restrictions (20 through 30 years). Net assets released from restriction were \$371,661. The balance of the net assets with donor restrictions was \$2,280,044 at June 30, 2025.

NOTE M - FAIR VALUE MEASUREMENTS

ASC 820, *Fair Value Measurements and Disclosures*, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurement) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy under ASC 820 are described as follows:

- Level 1 Inputs to the valuation methodology are unadjusted quoted prices in active markets for identical assets.
- Level 2 Inputs other than quoted prices that are observable for the asset, either directly or indirectly.
- Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE M - FAIR VALUE MEASUREMENTS - Continued

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodology used at June 30, 2025.

Corporate equity securities: Comprised of common stock and securities valued at the closing price reported in the active market in which the individual securities are traded.

Cash and money market funds, and mutual funds: Valued at the net asset value (NAV) of shares held at year end.

Corporate debt and government securities: Valued at the present value of the stream of cash flows to be received from the remaining interest and principal.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although management believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, Gracepoint's investments at fair value at June 30, 2025:

	Assets Measured at Fair Value	Level 1	Level 2	Level 3
Cash and money market funds	\$ 763,486	\$ 763,486	\$ -	\$ -
Corporate debt securities	1,548,110	1,548,110	-	-
Corporate equity securities	2,714,946	2,714,946	-	-
Government securities	930,727	930,727	-	-
Mutual funds	2,409,869	2,409,869	-	-
	<u>\$ 8,367,138</u>	<u>\$ 8,367,138</u>	<u>\$ -</u>	<u>\$ -</u>

Mental Health Care, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2025

NOTE N - LIQUIDITY AND AVAILABILITY OF RESOURCES

Financial assets, without donor or other restrictions limiting their use, available for general expenditures within one year of the statement of financial position date comprise the following at June 30, 2025:

Cash	\$ 5,950,132
Accounts receivable	6,686,297
Investments	<u>8,367,138</u>
Total financial assets available within one year	<u>\$ 21,003,567</u>

Gracepoint manages its liquidity by developing and adopting annual operating budgets that follow a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations come due. Should the need arise, Gracepoint has the ability to draw additional amounts from their lines of credit to help manage its liquidity needs.

NOTE O - MATCHING REQUIREMENTS

Gracepoint has met the matching requirements of contract QG028-24 with the Central Florida Behavioral Health Network.

NOTE P - SUBSEQUENT EVENTS

On July 1, 2025, Gracepoint completed a merger with Cove Behavioral Health, Inc. ("the Cove"). Under the terms of the merger agreement, the Cove was consolidated into Gracepoint with the following unaudited balances of: assets of \$23,791,660, liabilities of \$10,677,942 and net assets of \$13,113,718 being transferred to Gracepoint. The merger was approved by the boards of both organizations and became effective on the stated date. Gracepoint will continue as the surviving entity under the name Ibis Healthcare, Inc. ("Ibis").

Gracepoint has evaluated events and transactions occurring subsequent to June 30, 2025 as of December 22, 2025 which is the date the financial statements were available to be issued.

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*

MENTAL HEALTH CARE, INC.

June 30, 2025



Herman V. Lazzara	Michael E. Helton
Sam A. Lazzara	James K. O'Connor
Kevin R. Bass	David M. Bohnsack
Jonathan E. Stein	Julie A. Davis
Stephen G. Douglas	Karl N. Swan
Marc D. Sasser, of Counsel	
Cesar J. Rivero, in Memoriam (1942-2017)	

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 Directors
Mental Health Care, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Mental Health Care, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities and changes in net assets, 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 December 22, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Mental Health Care, Inc.’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 Mental Health Care, Inc.’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Mental Health Care, 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 probability that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

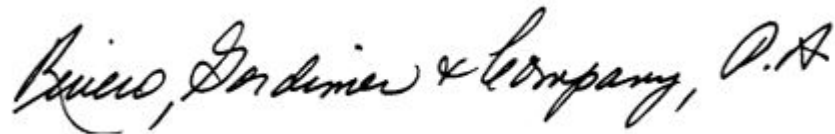


Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Mental Health Care, 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 organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Buero, Gordinier & Company, P.A." The signature is written in black ink and is positioned to the right of the date and location information.

Tampa, Florida
December 22, 2025

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*

MENTAL HEALTH CARE, INC.

June 30, 2025



Herman V. Lazzara	Michael E. Helton
Sam A. Lazzara	James K. O'Connor
Kevin R. Bass	David M. Bohnsack
Jonathan E. Stein	Julie A. Davis
Stephen G. Douglas	Karl N. Swan
Marc D. Sasser, of Counsel	
Cesar J. Rivero, in Memoriam (1942-2017)	

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 Directors
Mental Health Care, Inc.

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project

We have audited Mental Health Care, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and the requirements described in the Department of Financial Services' *State Projects Compliance Supplement*, that could have a direct and material effect on each of Mental Health Care, Inc.'s major federal programs and state projects for the year ended June 30, 2025. Mental Health Care, Inc.'s major federal programs and state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Mental Health Care, Inc. 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, 2025.

Basis for Opinion on 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 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 Care, 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 and state project. Our audit does not provide a legal determination of Mental Health Care, 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 Care, Inc.'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 Mental Health Care, 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 generally accepted auditing standards, *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 Care Inc.'s compliance with the requirements of each major federal program or state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.650, *Rules of the Auditor General*, 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 Care, 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 Care, 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 Care, 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 or state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Tampa, Florida
December 22, 2025

Handwritten signature in cursive script that reads "Bruce, Gardner & Company, P.A."

SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL PROGRAMS AND STATE PROJECTS

MENTAL HEALTH CARE, INC.

June 30, 2025

Mental Health Care, Inc.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL PROGRAMS AND STATE PROJECTS

For the year ended June 30, 2025

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's 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 auditor's 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

Assistance Listing Number

Name of Federal Program or Cluster

14.267

Continuum of Care Program

93.767

Children's Health Insurance Program

93.958

Block Grants for Community Mental Health Services

State Project

CSFA Number

Name of State Project

60.114

Forensic Services and Competency Restoration Training

60.343

Gracepoint Behavioral Health Hospital

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:

\$ 750,000

Auditee qualified as low-risk auditee pursuant to the Uniform Guidance (not applicable for State projects)?

 X yes no

Mental Health Care, Inc.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL PROGRAMS AND STATE PROJECTS

For the year ended June 30, 2025

Section II - Financial Statement Findings

No matters were reported for the year ended June 30, 2025.

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

No matters were reported for the year ended June 30, 2025.

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.).

SUPPLEMENTARY INFORMATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE

MENTAL HEALTH CARE, INC.

For the year ended June 30, 2025

Mental Health Care, Inc

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

For the year ended June 30, 2025

Federal/State Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Listing # or State CSFA #	Pass-through Entity Identifying Number	Passed-Through to Subrecipients	Total Federal/State Expenditures
Federal				
<u>U.S. Department of Housing and Urban Development</u>				
Indirect Programs				
<i>CDBG - Entitlement Grants/Special Purpose Cluster</i>				
<i>Community Development Block Grants/Entitlement Grants</i>				
	14.218			
Passed-through City of Tampa		Loan Guarantees	\$ -	\$ 7,488,863
Passed-through City of Tampa		2024-1057	-	428,601
			<u>-</u>	<u>7,917,464</u>
<i>Continuum of Care Program</i>	14.267			
Passed-through Tampa Hillsborough Homeless Initiative, Inc.		FL0403L4H012209	-	661,902
		FL0403L4H012310	-	769,098
			<u>-</u>	<u>1,431,000</u>
Total U.S. Department of Housing and Urban Development - Indirect Programs			<u>-</u>	<u>9,348,464</u>
<u>U.S. Department of Health and Human Services</u>				
Direct Programs				
<i>Substance Abuse and Mental Health Services</i>				
<i>Projects of Regional and National Significance</i>				
	93.243	H79TI084947	-	291,678
Total U.S. Department of Health and Human Services - Direct Programs			<u>-</u>	<u>291,678</u>
Indirect Programs				
<i>Projects for Assistance in Transition from Homelessness (PATH)</i>				
Passed-through Central Florida Behavioral Health Network, Inc.	93.150	QG028-24	-	209,706
<i>Children's Health Insurance Program</i>				
Passed-through Central Florida Behavioral Health Network, Inc.	93.767	QG028-24	-	448,033
<i>Block Grants for Community Mental Health Services</i>				
Passed-through Central Florida Behavioral Health Network, Inc.	93.958	QG028-24	-	1,825,652
Total U.S. Department of Health and Human Services - Indirect Programs			<u>-</u>	<u>2,483,391</u>
Total U.S. Department of Health and Human Services			<u>-</u>	<u>2,775,069</u>
Total expenditures of federal awards			<u>-</u>	<u>12,123,533</u>

Mental Health Care, Inc

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

For the year ended June 30, 2025

Federal/State Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Listing # or State CSFA #	Pass-through Entity Identifying Number	Passed-Through to Subrecipients	Total Federal/State Expenditures
State				
<u>Florida Department of Children & Families</u>				
Direct Projects:				
<i>Gracepoint Behavioral Health Hospital</i>	60.343	WG086	\$ -	\$ 1,850,000
Total Florida Department of Children & Families - Direct Programs			-	1,850,000
Indirect Projects:				
<i>Forensic Services and Competency Restoration Training</i>	60.114			
Passed-through Central Florida Behavioral Health Network, Inc.		QG028-24	-	2,695,600
			-	2,695,600
<i>Substance Abuse and Mental Health - Community Services</i>				
Passed-through Central Florida Behavioral Health Network, Inc.	60.153	CF 23-24	-	950,670
		QG028-24	-	500,000
			-	1,450,670
<i>Substance Abuse and Mental Health - Crisis Prevention and Stabilization Services</i>				
Passed-through Central Florida Behavioral Health Network, Inc.	60.155			
		QG028-24	-	1,022,555
<i>Centralized Receiving Systems</i>				
Passed-through Central Florida Behavioral Health Network, Inc.	60.163			
		QG028-24	-	1,681,822
Total Florida Department of Children & Families - Indirect Projects			-	6,850,647
Total expenditures of state financial assistance			-	8,700,647
Total expenditures of federal awards and state financial assistance			\$ -	\$ 20,824,180

Mental Health Care, Inc.

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

June 30, 2025

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 award and state financial assistance activity of Mental Health Care, Inc. under programs of the federal government and State of Florida for the year ended June 30, 2025. 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 Chapter 10.650 *Rules of the Auditor General*. Because the Schedule presents only a selected portion of the operations of Mental Health Care, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of Mental Health Care, Inc.

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. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE B - INDIRECT COST RATE

Mental Health Care, Inc. has elected to use the 10-percent de minimis indirect cost rate under the Uniform Guidance.

NOTE C - LOAN GUARANTEES, NON-AMORTIZING MORTGAGES

The Loan Guarantees, Non-Amortizing Mortgages are administered directly by Mental Health Care, Inc., and balances and transactions relating to this program are included in Mental Health Care, Inc.'s basic financial statements. The outstanding mortgages at the beginning of the year are included in the federal expenditures presented in the Schedule. The balance of the mortgages outstanding at June 30, 2025 is \$7,488,863. As long as Mental Health Care, Inc. remains qualified under the U.S. Department of Housing and Urban Development, Community Development Block Grants/Entitlement Grants program, repayment of the principal balance on the mortgages are deferred until final maturity in 2031 and 2040. At that time, the mortgages will be forgiven.

Mental Health Care, Inc.

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

June 30, 2025

NOTE D - STATE MATCHING FUNDS FOR FEDERAL PROGRAMS

State funds awarded to Gracepoint as matching funds for federal programs consisted of the following:

<u>Federal Program Title</u>	<u>Federal AL #</u>	<u>Pass-through Entity Identifying Number</u>	<u>Expenditures</u>
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	93.104	QG028-24	\$ 18,278
Temporary Assistance for Needy Families	93.558	QG028-24	356,648
Block Grants for Community Mental Health Services	93.958	QG028-24	11,150,253
		23-24 Carryforward	428,290
		22-23 Carryforward	36,042
		18-19 Carryforward	<u>68,582</u>
Total state funds awarded for matching			<u>\$ 12,058,093</u>

Mental Health Care, Inc.

SCHEDULE OF LOCAL AND OTHER PUBLIC SUPPORT

For the year ended June 30, 2025

<u>Local/State Grantor/Pass-through Grantor/ Program Title</u>	<u>Contract Number</u>	<u>Expenditures</u>
<u>Local Agency</u>		
Hillsborough County, Board of County Commissioners		
Adult and Adolescent Crisis Stabilization Services	07-1436	\$ 1,445,527
Multidisciplinary Housing First Team	BOCC 12-1186	35,436
Subcontractor for ACTS - Jail Diversion Program	N/A	49,500
	BOCC 21-1042 &	
Mental Health Care Court Navigator Program	BOCC 22-0930	86,225
Forensic Short-Term Residential Beds	24-0741	1,383,165
School Board of Hillsborough County		
East Henry Academy	22149-DST-IV	385,722
Mobile Response	21002-DST-IV	1,038,624
Tampa Police Department		
Navigator Program	N/A	12,570
Florida Hospital		
CSU Beds	N/A	106,580
ER Diversion	N/A	584,000
Care Coordination	N/A	362,230
		<u>5,489,579</u>
Total local financial assistance		
<u>Other State Funds Awarded</u>		
State of Florida Department of Children and Families		
Direct programs		
Line of credit	QG028-24	107,070
		<u>107,070</u>
Total other state funds awards		
		<u>\$ 5,596,649</u>
Total local and other public support		

Mental Health Care, Inc.

STATEMENT OF ACTIVITIES - FQHC

For the year ended June 30, 2025

OPERATING REVENUE	
Grant revenue	\$ 621,859
Net patient service revenue	258,090
Pharmacy revenue	<u>7,228,301</u>
Total operating revenue	<u>8,108,250</u>
OPERATING EXPENSES	
Salaries and wages	1,531,913
Employee benefits	254,825
Professional services	246,125
Travel	9,967
Food services	620
Building occupancy	65,642
Equipment	16,762
Medical and pharmacy	5,286,037
Insurance	22,692
Supplies	5,859
Depreciation and amortization	<u>39,165</u>
Total operating expenses	<u>7,479,607</u>
Operating income	<u>\$ 628,643</u>

Mental Health Care, Inc.

SCHEDULE OF STATE EARNINGS (UNAUDITED)

For the fiscal year ended June 30, 2025

1. Total Expenditures	\$ 53,034,481
2. Less Other State and Federal Funds	\$ (16,580,090)
3. Less Non-Match SAMH Funds	\$ (8,347,420)
4. Less Unallowable Costs per 65E-14, F.A.C.	\$ (297,332)
5. Total Allowable Expenditures (Sum of lines 1, 2, 3, and 4)	\$ 27,809,639
6. Maximum Available Earnings (Line 5 times 75%)	\$ 20,857,229
7. Amount of State Funds Requiring Match	\$ 12,847,578
8. Amount Due to Department (if negative)* (Subtract line 7 from line 6)	\$ -

* Mental Health Care, Inc. has met the State's matching requirements. Accordingly, no funds are refundable to the Department of Children and Families.

Mental Health Care, Inc.

SCHEDULE OF RELATED PARTY TRANSACTION ADJUSTMENTS (UNAUDITED)

For the fiscal year ended June 30, 2025

This audit schedule is not applicable to Mental Health Care, Inc. for the fiscal year ended June 30, 2025.

Mental Health Care, Inc.

AUDIT SCHEDULE

SCHEDULE OF BED-DAY AVAILABILITY PAYMENTS (UNAUDITED)

For the fiscal year ended June 30, 2025

Program A	Cost Center B	State Contracted Rate C	Total Units of Service Provided D	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 Department G	Maximum \$ Value of Units in Column F (F X C) H	Amount Owed to Department (G-H or \$0 whichever is <u>greater</u>) I
Child MH	Crisis Stabilization Unit	\$ 444.07	10,220	5,404	4,816	\$ 210,711	\$ 2,138,641	\$ -
Adult MH	Crisis Stabilization Unit	\$ 444.07	21,900	9,249	12,651	\$ 4,190,951	\$ 5,617,930	\$ -
Adult MH	Residential Level I	\$ 304.05	16,642	4,391	12,251	\$ 3,724,658	\$ 3,724,917	\$ -
Total Amount Owed to Department =								\$ -

Mental Health Care, Inc.

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

For the fiscal year ended June 30, 2025

PART I: ACTUAL FUNDING SOURCES & RE Mental Health										
FUNDING SOURCES & REVENUES	01 Assessment	02 Case Management	03 Crisis Stabilization	04 Crisis Support/ Emergency	11 Intervention - Individual	12 Medical Services	14 Outpatient - Individual	15 Outreach	18 Residential Level I	28 Incidental Expenses
IA. STATESAMH FUNDING										
(1) Central Florida Behavioral Health Network	450,826	987,379	4,401,662	5,534,637	70,980	949,899	93,400	639,407	3,724,658	819,000
MH000	350,686	195,381	3,379,107	2,743,427	-	538,642	93,400	357,847	365,789	51,750
MH001									365,789.01	
MH009	350,686.00	195,381.00				538,641.78	93,400.01	357,847.02		51,750.00
MH018			3,379,107.22	2,743,426.77						
MH001 CF (FY 23-24)										
MH009 CF (FY 23-24)	23,242.13	14,271.08				390,777.20				
MH018 CF (FY 23-24)										
MH016										
MH026										
MH262										
MH26B										
MH027										
MH031										
MH031 CF (FY 23-24)										
MH032										
MH066										
MH066 CF (FY 23-24)										
MH071										
MH072	76,897.61	511,857.60			70,980.10	20,480.02			457,398.65	216,708.01
MH076										33,352.00
MH100									1,250,000.00	
MH100 CF (FY 23-24)									950,670.00	
MH103 CF (FY 23-24)										
MH106										
MH107 CF (FY 23-24)										
MH121										
MH121 CF (FY 23-24)										
MH211										
MH138										
MH139										
MH981										
MH982										
MH0BN										
MH0CN		183,360.44								
MH0FH										
MH0FT										249,105
MH0PG		20,946.48						188,759.53		
MH0TB										
MHARP		57,245.61		193,408.00						
MHCAT										
MHCBS										
MHCJ4		4,316.39								
MHDRF										5,598.00

Mental Health Care, Inc.

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

For the fiscal year ended June 30, 2025

PART I: ACTUAL FUNDING SOURCES & RE Mental Health										
FUNDING SOURCES & REVENUES	01 Assessment	02 Case Management	03 Crisis Stabilization	04 Crisis Support/ Emergency	11 Intervention - Individual	12 Medical Services	14 Outpatient - Individual	15 Outreach	18 Residential Level I	28 Incidental Expenses
MHDRF CF (FY 18-19)										68,582.18
MHDRF CF (FY 22-23)										36,042.34
MHEBP										
MHEBP CF (FY 23-24)										
MHEDT								92,799.99		
MHEMP										
MHFMH									700,800.00	
MHIBH										
MHMCT				915,980.15						
MHMDT										
MHOCB			1,022,555.00							
MHRM5										
MHSCL										
MHSCR				1,681,822						
MHSWL										
MHSWL CF (FY 23-24)										
MHTLH										
MHTLH CF (FY 23-24)										
MHTRM										
MHTRM CF (FY 23-24)										
MHTRV										50,574.00
(2) DCF State Pharmacy Line of Credit										107,288
IB. OTHER GOVT. FUNDING										
(1) Other State Agency Funding	166,902	-	1,485,600	89,423	-	236,542	-	-	-	-
(2) Medicaid	91,840	103,476	5,010,423	216,277	15	1,231,348	167,100	-	-	-
(3) Local Government	6,004	21,617	1,522,608	84,346	-	512,116	-	-	1,688,302	-
(4) Federal Grants and Contracts	-	-	-	-	-	-	-	-	-	-
(5) In-kind from local government only	-	-	-	-	-	-	-	-	-	-
TOTAL GOVERNMENT FUNDING =	264,745	125,093	8,018,632	390,045	15	1,980,006	167,100	-	1,688,302	-
IC. ALL OTHER REVENUES										
(1) 1st & 2nd Party Payments	(249)	-	361,181	20,593	-	176,612	2,350	-	-	-
(2) 3rd Party Payments (except Medicare)	50,108	729	3,811,419	96,838	-	265,125	45,130	-	-	-
(3) Medicare	21,167	(150)	2,778,341	48,778	-	343,856	2,180	-	-	-
(4) Contributions and Donations	-	-	-	-	-	-	-	-	-	-
(5) Other	-	33,936	118,608	1,970,961	-	60,200	-	-	5,288	-
(6) In-kind	-	-	-	-	-	-	-	-	-	-
TOTAL ALL OTHER REVENUES =	71,026	34,515	7,069,549	2,137,170	-	845,792	49,660	-	5,288	-
TOTAL ACTUAL FUNDING =	786,597	1,146,987	19,489,843	8,061,852	70,995	3,775,697	310,160	639,407	5,418,248	819,000

Mental Health Care, Inc.

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

For the fiscal year ended June 30, 2025

A0 Forensic Multidisciplinary Team	A1 BNET	B4 CAT Team	B5 FACT Team	C0 Other Bundled Projects - CCBHC	Total for State Funded SAMH Cost Centers	Total for Non- State Funded SAMH Cost Centers	Total All SAMH Cost Centers	Non-SAMH Cost Center	Total Revenue	Administration	Total Expenses
					68,582				68,582		
					36,042				36,042		
					-				-		
					92,800				92,800		
					-				-		
					700,800				700,800		
				500,000.00	500,000				500,000		
					915,980				915,980		
					-				-		
					1,022,555				1,022,555		
					-				-		
					1,681,822				1,681,822		
					-				-		
					-				-		
					-				-		
					-				-		
					-				-		
					50,574				50,574		
					107,288				107,288		
					-				-		
					1,978,468	-	1,978,468	387,563	2,366,031		
2,462	382	-	195,025	-	7,018,347	-	7,018,347	1,146,955	8,165,302		
797	-	-	-	-	3,835,789	-	3,835,789	3,016,465	6,852,254		
-	-	-	-	-	-	-	-	-	-		
-	-	-	-	-	-	-	-	-	-		
3,259	382	-	195,025	-	12,832,604	-	12,832,604	4,550,983	17,383,587		
1,375	(52)	-	(189)	-	561,620	-	561,620	(3,645)	557,975		
-	-	-	(1,272)	-	4,268,077	-	4,268,077	254,351	4,522,428		
2,539	-	-	-	-	3,196,711	-	3,196,711	203,639	3,400,350		
-	-	-	-	-	-	-	-	132,188	132,188		
-	-	-	-	-	2,188,992	-	2,188,992	9,999,057	12,188,049		
-	-	-	-	-	-	-	-	-	-		
3,914	(52)	-	(1,461)	-	10,215,401	-	10,215,401	10,585,589	20,800,989		
659,173	448,363	1,500,000	921,105	500,000	44,547,426	-	44,547,426	15,136,571	59,683,997		

Mental Health Care, Inc.

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

For the fiscal year ended June 30, 2025

PART II: ACTUAL EXPENSES										
EXPENSE CATEGORIES	01	02	03	04	11	12	14	15	18	28
	Assessment	Case Management	Crisis Stabilization	Crisis Support/ Emergency	Intervention - Individual	Medical Services	Outpatient - Individual	Outreach	Residential Level I	Incidental Expenses
IIA. PERSONNEL EXPENSES										
(1) Salaries	398,919	1,046,224	8,408,269	5,802,427	60,787	3,295,303	186,868	454,758	2,428,518	-
(2) Fringe Benefits	70,929	186,022	1,384,068	821,436	10,808	379,978	33,226	80,857	379,602	-
TOTAL PERSONNEL EXPENSES =	469,848	1,232,246	9,792,337	6,623,863	71,595	3,675,281	220,093	535,615	2,808,120	-
IIIB. OTHER EXPENSES										
(1) Building Occupancy	27,665	26,431	857,697	229,111	-	119,568	9,856	37,119	467,677	-
(2) Professional Services	8,139	24,568	368,402	119,817	4,100	98,608	3,520	16,744	104,140	-
(3) Travel	62	12,852	18,117	9,539	6,000	2,815	1,710	8	3,867	-
(4) Equipment	325	5,570	82,414	23,859	291	31,308	4,100	559	71,986	-
(5) Food Services	128	1,088	630,321	213,079	55	7,493	-	645	365,391	-
(6) Medical and Pharmacy	-	67	113,813	15,654	902	26,152	-	-	37,500	140,640
(7) Subcontracted Services	-	-	-	-	-	-	-	-	-	-
(8) Insurance	11,004	18,948	188,916	169,584	5,016	55,488	5,016	18,696	38,136	-
(9) Interest Paid	-	-	-	-	-	-	-	-	70,737	-
(10) Operating Supplies & Expenses	214	11,616	199,016	39,931	-	22,873	2,660	376	79,540	678,360
(11) Other Expense	-	-	-	-	-	-	-	-	-	-
TOTAL OTHER EXPENSES =	47,537	101,139	2,458,696	820,574	16,365	364,305	26,862	74,147	1,238,974	819,000
**Donated items are not allowable										
TOTAL PERSONNEL & OTHER EXPENSES =	517,385	1,333,385	12,251,033	7,444,437	87,960	4,039,587	246,955	609,762	4,047,094	819,000
IIIC. DISTRIBUTED INDIRECT COSTS										
(b) Administration	91,143	230,824	2,012,774	1,084,012	13,649	699,299	42,751	105,557	700,599	141,778
TOTAL DISTRIBUTED INDIRECT COSTS =	91,143	230,824	2,012,774	1,084,012	13,649	699,299	42,751	105,557	700,599	141,778
TOTAL ACTUAL OPERATING EXPENSES =	608,529	1,564,210	14,263,807	8,528,449	101,609	4,738,886	289,706	715,319	4,747,692	960,778
IIID. UNALLOWABLE COSTS	128	1,226	3,856	988	148	10,639	-	645	71,127	-
IIIE. CAPITAL EXPENDITURES										
TOTAL ALLOWABLE OPERATING EXPENSES =	608,401	1,562,984	14,259,950	8,527,461	101,461	4,728,247	289,706	714,674	4,676,565	960,778
IIIG. BUDGET NARRATIVE										
Attach separate set of workpapers										
PART III: CERTIFICATION										
I certify the above to be an accurate projection and in agreement with this agency's records and with the terms of this agency's contract.										
Steven Welch, signed electronically	CFO									
Signature	Title									
CFBHN Funding - Allowable Expenditures	(157,575)	(575,606)	(9,858,288)	(2,992,824)	(30,480)	(3,778,348)	(196,306)	(75,267)	(951,908)	(141,778)
Does CFBHN funding exceed allowable expenses?	NO	NO	NO	NO	NO	NO	NO	NO	NO	NO
Admin percentage	14.98%	14.76%	14.11%	12.71%	13.43%	14.76%	14.76%	14.76%	14.76%	14.76%

Mental Health Care, Inc.

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

For the fiscal year ended June 30, 2025

A0 Forensic Multidisciplinary Team	A1 B NET	B4 CAT	B5 FACT Team	C0 Other Bundled Projects - CCBHC	Total for State Funded SAMH Cost Centers	Total for Non- State Funded SAMH Cost Centers	Total SAMH Cost Centers	Non-SAMH Cost Center	Administration	Total Expenses
335,959	131,621	1,184,160	615,800	-	24,349,612	-	24,349,612	1,953,065	3,986,312	30,288,989
65,882	32,118	245,399	116,807	-	3,807,132	-	3,807,132	668,464	909,882	5,385,478
401,841	163,739	1,429,559	732,607	-	28,156,745	-	28,156,745	2,621,529	4,896,194	35,674,467
2,572	340	13,047	2,462	-	1,793,545	-	1,793,545	566,864	347,156	2,707,564
15,671	2,720	36,757	14,729	22,635	840,548	-	840,548	197,316	1,356,482	2,394,346
7,994	5,065	40,909	35,156	-	144,093	-	144,093	41,913	93,319	279,325
12,243	52	14,265	7,823	75,549	330,344	-	330,344	70,517	609,244	1,010,105
990	-	2,471	42	-	1,221,703	-	1,221,703	14,204	54,488	1,290,395
197	16,320	151	13,634	-	365,031	-	365,031	5,299,542	6,452	5,671,025
-	-	-	-	-	-	-	-	-	-	-
20,832	2,760	52,824	31,920	-	619,140	-	619,140	507,132	139,912	1,266,184
-	-	-	-	-	70,737	-	70,737	-	104,526	175,263
130,212	12,862	34,471	242,218	401,816	1,856,166	-	1,856,166	565,101	144,540	2,565,807
-	-	-	-	-	-	-	-	-	-	-
190,710	40,119	194,895	347,985	500,000	7,241,307	-	7,241,307	7,262,589	2,856,118	17,360,014
592,551	203,858	1,624,454	1,080,592	500,000	35,398,052	-	35,398,052	9,884,118	7,752,311	53,034,481
102,577	35,290	281,212	187,063	-	5,728,529	-	5,728,529	2,023,783	(7,752,311)	(0)
102,577	35,290	281,212	187,063	-	5,728,529	-	5,728,529	2,023,783	(7,752,311)	(0)
695,128	239,148	1,905,666	1,267,655	500,000	41,126,581	-	41,126,581	11,907,900	-	53,034,481
1,083	-	3,361	618	-	93,820	-	93,820	-	203,512	297,332
694,045	239,148	1,902,304	1,267,037	500,000	41,032,761	-	41,032,761	11,907,900	(203,512)	52,737,149
(42,045)	208,885	(402,304)	(539,495)	(0)	(19,533,340)	0	(19,533,340)	(11,907,900)		
NO	YES	NO	NO	NO	NO	NO	NO	NO		
14.76%	14.76%	14.76%	14.76%	0.00%	13.93%	N/A	13.93%	17.00%		