

CONSOLIDATED FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT

SUNCOAST CENTER, INC. AND SUBSIDIARY

June 30, 2025 and 2024

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 - 29
Supplementary Information	30
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)	31 - 33
Schedule of State Earnings for Substance Abuse and Mental Health Services (Unaudited)	34
Schedule of Support and Revenue (Unaudited)	35
Schedule of Bed-Day Availability Payments (Unaudited)	36
Schedule of Related Party Transaction Adjustment (Unaudited)	37
Compliance Reports	38
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>	39 - 41
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>	42 - 45
Schedule of Expenditures of Federal Awards and State Financial Assistance	46 - 47
Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance	48 - 49
Schedule of Findings and Questioned Costs	50 - 51



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

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, 2025 and 2024, and 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, 2025 and 2024, 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 opinions.

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 from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated 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 risk of material misstatements of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 judgment, 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

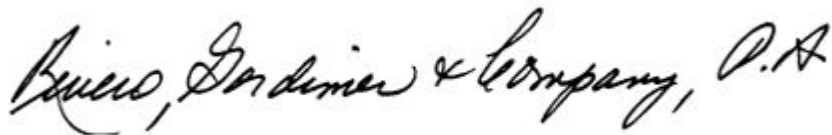
audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, 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 30 through 37 is presented for purposes of additional analysis and is 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 4, 2025, 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 4, 2025

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

Suncoast Center, Inc. and Subsidiary

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

June 30,

ASSETS	<u>2025</u>	<u>2024</u>
Current assets		
Cash and cash equivalents	\$ 2,699,959	\$ 4,409,341
Accounts receivable, net	2,821,750	2,936,140
Medication inventory	54,407	26,399
Prepaid expenses and current other assets	356,769	395,234
Total current assets	<u>5,932,885</u>	<u>7,767,114</u>
Property and equipment, net	<u>4,796,034</u>	<u>4,561,049</u>
Right of use asset - operating leases	<u>54,106</u>	<u>159,936</u>
Investments	2,728,972	2,543,725
Investments designated for deferred compensation	1,302,068	1,244,481
Endowed investments	334,182	334,182
Total investments	<u>4,365,222</u>	<u>4,122,388</u>
Other assets	<u>71,589</u>	<u>71,719</u>
TOTAL ASSETS	<u>\$ 15,219,836</u>	<u>\$ 16,682,206</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable	\$ 188,315	\$ 95,720
Accrued expenses	519,432	527,461
Deferred revenue	27,126	27,513
Current portion of operating leases payable	56,184	108,344
Total current liabilities	<u>791,057</u>	<u>759,038</u>
Deferred compensation payable	1,302,068	1,244,481
Non-current portion of operating leases payable	-	56,184
Total liabilities	<u>2,093,125</u>	<u>2,059,703</u>
Net assets		
Without donor restrictions	12,788,099	14,282,368
With donor restrictions	338,612	340,135
Total net assets	<u>13,126,711</u>	<u>14,622,503</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 15,219,836</u>	<u>\$ 16,682,206</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, 2025

(With summarized comparative information for the year ended June 30, 2024)

	Without Donor Restrictions	With Donor Restrictions	Total 2025	Total 2024
Public support and revenues				
Contributions	\$ 163,813	\$ -	\$ 163,813	\$ 3,505,674
Special event revenue, net	24,400	-	24,400	-
In-kind contributions	828,342	-	828,342	467,451
Program service fees	2,744,086	-	2,744,086	3,719,981
Governmental and other agencies	15,151,870	-	15,151,870	14,955,752
Other income	496,406	-	496,406	460,488
Net assets released from restriction	1,523	(1,523)	-	-
	<u>19,410,440</u>	<u>(1,523)</u>	<u>19,408,917</u>	<u>23,109,346</u>
Expenses				
Program Services	<u>18,297,882</u>	<u>-</u>	<u>18,297,882</u>	<u>18,445,713</u>
Supporting services				
Administrative and General	2,547,709	-	2,547,709	2,374,994
Fundraising and Development	59,118	-	59,118	63,161
Total supporting services	<u>2,606,827</u>	<u>-</u>	<u>2,606,827</u>	<u>2,438,155</u>
Total expenses	<u>20,904,709</u>	<u>-</u>	<u>20,904,709</u>	<u>20,883,868</u>
Change in net assets	(1,494,269)	(1,523)	(1,495,792)	2,225,478
Net assets at the beginning of year	<u>14,282,368</u>	<u>340,135</u>	<u>14,622,503</u>	<u>12,397,025</u>
Net assets at end of year	<u>\$ 12,788,099</u>	<u>\$ 338,612</u>	<u>\$ 13,126,711</u>	<u>\$ 14,622,503</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

	Without Donor Restrictions	With Donor Restrictions	Total
Public support and revenue			
Contributions	\$ 3,505,674	\$ -	\$ 3,505,674
In-kind contributions	467,451	-	467,451
Program service fees	3,719,981	-	3,719,981
Governmental and other agencies	14,955,752	-	14,955,752
Other income	460,488	-	460,488
Net assets released from restrictions	10,757	(10,757)	-
	<u>23,120,103</u>	<u>(10,757)</u>	<u>23,109,346</u>
Expenses			
Program Services	<u>18,445,713</u>	<u>-</u>	<u>18,445,713</u>
Supporting services			
Administrative and general	2,374,994	-	2,374,994
Fundraising and Development	63,161	-	63,161
Total supporting services	<u>2,438,155</u>	<u>-</u>	<u>2,438,155</u>
Total expenses	<u>20,883,868</u>	<u>-</u>	<u>20,883,868</u>
Change in net assets	2,236,235	(10,757)	2,225,478
Net assets at the beginning of year	<u>12,046,133</u>	<u>350,892</u>	<u>12,397,025</u>
Net assets at end of year	<u>\$ 14,282,368</u>	<u>\$ 340,135</u>	<u>\$ 14,622,503</u>

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, 2025

	Program Services									
	Case Management	Community Intensive Services	Adult Integrated Services	Intensive Family Services	CCBHC	Zero Suicide	Forensic Services	Family Integrated Services	Early Childhood Services	Total Family Strategy
Salaries	\$ 243,778	\$ 1,225,757	\$ 2,580,815	\$ 467,899	\$ 811,858	\$ 318,672	\$ 413,211	\$ 2,006,447	\$ 861,644	\$ 1,379,229
Fringes	50,625	231,910	506,726	98,999	151,976	64,858	98,878	427,716	186,032	283,285
Total salaries and related expenses	294,403	1,457,667	3,087,541	566,898	963,834	383,530	512,089	2,434,163	1,047,676	1,662,514
Building occupancy	18,485	54,789	152,822	27,681	35,525	19,550	20,195	129,158	39,668	121,652
Professional services	15,902	75,490	165,103	29,625	90,287	18,811	24,814	128,987	53,972	87,748
Travel and training	2,863	35,340	4,058	16,301	2,717	47,055	27,023	11,661	41,250	18,121
Equipment costs	8,135	29,562	29,953	5,181	42,257	75,914	5,585	27,640	10,252	16,273
Medical and pharmacy	-	1,471	66,679	-	4,745	-	120	-	-	-
Insurance	16,084	70,625	98,509	17,116	32,670	11,109	14,796	73,750	32,730	52,879
Operating supplies and expenses	65,229	368,419	100,867	14,920	321,289	14,255	17,017	118,151	29,181	43,779
In-kind expense	-	254,206	557,276	-	-	-	-	7,948	448	-
Total operating expenses	126,698	889,902	1,175,267	110,824	529,490	186,694	109,550	497,295	207,501	340,452
Total expenses	\$ 421,101	\$ 2,347,569	\$ 4,262,808	\$ 677,722	\$ 1,493,324	\$ 570,224	\$ 621,639	\$ 2,931,458	\$ 1,255,177	\$ 2,002,966

Suncoast Center, Inc. and Subsidiary

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES - CONTINUED

For the year ended June 30, 2025

	Program Services			Supporting Services		
	Trauma Services	Suncoast Center Properties, Inc.	Total Program Services	Administrative and General	Fundraising and Development	Total 2025
Salaries	\$ 944,533	\$ -	\$ 11,253,843	\$ 1,663,042	\$ 41,084	\$ 12,957,969
Fringes	145,063	-	2,246,068	292,729	9,241	2,548,038
Total Salaries and related expenses	1,089,596	-	13,499,911	1,955,771	50,325	15,506,007
Building occupancy	63,111	254,353	936,989	41,518	1,646	980,153
Professional services	104,445	-	795,184	247,632	1,517	1,044,333
Travel and training	7,684	-	214,073	26,623	-	240,696
Equipment costs	12,832	-	263,584	18,893	365	282,842
Medical and pharmacy	11,084	-	84,099	-	-	84,099
Insurance	36,521	76,875	533,664	80,053	1,307	615,024
Operating supplies and expenses	47,560	1,885	1,142,552	177,219	3,443	1,323,214
In-kind expense	7,948	-	827,826	-	515	828,341
Total operating expenses	291,185	333,113	4,797,971	591,938	8,793	5,398,702
Total expenses	\$ 1,380,781	\$ 333,113	\$ 18,297,882	\$ 2,547,709	\$ 59,118	\$ 20,904,709

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

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>2025</u>	<u>2024</u>
Cash flows from operating activities		
Change in net assets	\$ (1,495,792)	\$ 2,225,478
Adjustments to reconcile change in net assets to net cash (used) provided by operating activities:		
Depreciation	422,497	360,666
Loss on sale of property and equipment	99,475	-
Right of use asset amortization	105,830	102,807
Net realized and unrealized gains on investments	(335,276)	(333,739)
(Increase) decrease in assets		
Accounts receivable	114,390	(519,094)
Medication inventory	(28,008)	9,761
Prepaid expenses and other current assets	38,595	(101,409)
Increase (decrease) in operating liabilities		
Accounts payable	92,595	(241,035)
Accrued expenses	(8,029)	(60,737)
Deferred revenue	(387)	26,637
Deferred compensation payable	57,587	225,280
Operating leases payable	(108,344)	(102,088)
Net cash (used) provided by operating activities	<u>(1,044,867)</u>	<u>1,592,527</u>
Cash flows from investing activities		
Purchase of property and equipment	(756,957)	(467,909)
Purchase of investments	(102,368)	(557,921)
Sales of investments	194,810	366,160
Net cash used by investing activities	<u>(664,515)</u>	<u>(659,670)</u>
Net change in cash and cash equivalents	(1,709,382)	932,857
Cash and cash equivalents at beginning of year	<u>4,409,341</u>	<u>3,476,484</u>
Cash and cash equivalents at end of year	<u>\$ 2,699,959</u>	<u>\$ 4,409,341</u>
Supplemental disclosure of cash flow information		
Interest paid	<u>\$ -</u>	<u>\$ -</u>
Income taxes paid	<u>\$ -</u>	<u>\$ -</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, 2025 and 2024

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, 2025 and 2024

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. An allowance of approximately \$2,257,000 and \$1,144,000 is included in relation to the client fees receivable for the years ended June 30, 2025 and 2024, respectively.

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, 2025 and 2024

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, 2025 or 2024.

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 restricted 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, 2025 and 2024

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 services 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, 2025 and 2024

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, 2025 and 2024, 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. Tax years after 2021 remain subject to examination by federal and state taxing authorities.

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 costs have 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, 2025 and 2024

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

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>2025</u>	<u>2024</u>
Financial assets at year-end		
Cash and cash equivalents	\$ 2,699,959	\$ 4,409,341
Accounts receivable, net	2,821,750	2,936,140
Investments	4,365,222	4,122,388
	<u>9,886,931</u>	<u>11,467,869</u>
Less donor-imposed restrictions:		
Funds subject to time and purpose restrictions	4,430	5,953
Endowment funds restricted in perpetuity	334,182	334,182
	<u>338,612</u>	<u>340,135</u>
Less designated investments	<u>1,302,068</u>	<u>1,244,481</u>
Financial assets available to meet general expenditures over the next 12 months	<u>\$ 8,246,251</u>	<u>\$ 9,883,253</u>

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE C - ACCOUNTS RECEIVABLE

Accounts receivable consists of the following at June 30,:

	<u>2025</u>	<u>2024</u>
Governmental and other agencies	\$ 1,626,812	\$ 1,429,753
Client fees	510,328	856,292
Bequest receivable	684,610	649,421
Other	-	674
	<u>\$ 2,821,750</u>	<u>\$ 2,936,140</u>

NOTE D - PROPERTY AND EQUIPMENT

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

	<u>2025</u>	<u>2024</u>
Land	\$ 2,304,669	\$ 2,304,669
Land improvements	306,533	294,183
Building improvements	4,956,589	4,668,027
Furniture and equipment	3,793,941	3,467,284
Vehicles	142,971	142,971
Construction in progress	295,348	265,434
	<u>11,800,051</u>	<u>11,142,568</u>
Less: accumulated depreciation	<u>(7,004,017)</u>	<u>(6,581,519)</u>
	<u>\$ 4,796,034</u>	<u>\$ 4,561,049</u>

Depreciation expense was approximately \$422,000 and \$361,000 for the years ended June 30, 2025 and 2024, 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 \$54,106, and a lease liability of \$56,184 at June 30, 2025, 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.

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE E - LEASES - Continued

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 assets	\$ 362,705
Less accumulated amortization	<u>(308,599)</u>
	<u>\$ 54,106</u>

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>\$ 109,157</u>

Other Information:

Cash paid for amounts included in measuring operating lease liabilities:

Operating cash flows from leases	\$ 111,671
Weighted-average remaining lease term (years)	0.50
Weighted-average discount rate	2.88%

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

Year ending December 31,

2026	<u>\$ 56,657</u>
Total future minimum payments	56,657
Less: amount representing interest	<u>(473)</u>
Operating leases payable	<u>\$ 56,184</u>

Total rent expense for the years ended June 30, 2025 and 2024 was approximately \$182,000 and \$189,000, respectively.

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE F - INVESTMENTS

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

	<u>2025</u>	<u>2024</u>
Fixed income annuities	\$ 137,107	\$ 133,048
Investments designated for deferred compensation - mutual funds	1,302,068	1,244,481
Stocks and mutual funds	2,200,199	1,966,265
Corporate bonds	716,191	768,801
Beneficial interests in assets held by foundation	<u>9,657</u>	<u>9,793</u>
	<u>\$ 4,365,222</u>	<u>\$ 4,122,388</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>2025</u>	<u>2024</u>
Net realized and unrealized gains	\$ 175,494	\$ 119,189
Interest and dividend income	<u>133,784</u>	<u>108,328</u>
	<u>\$ 309,278</u>	<u>\$ 227,517</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, 2025 and 2024

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 quoted 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 judgment 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,:

	2025			
	Fair Value	Level 1	Level 2	Level 3
Fixed income annuities	\$ 137,107	\$ -	\$ -	\$ 137,107
Investments designated for deferred compensation	1,302,068	1,302,068	-	-
Stocks and mutual funds	2,200,199	2,200,199	-	-
Corporate bonds	716,191	-	716,191	-
Beneficial interests in assets held by foundation	9,657	-	-	9,657
	<u>\$ 4,365,222</u>	<u>\$ 3,502,267</u>	<u>\$ 716,191</u>	<u>\$ 146,764</u>

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE G - FAIR VALUE - Continued

	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>

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, 2025 and 2024

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,:

	2025		
	Without Donor Restriction	With Donor Restriction	Total
Endowment net assets, beginning of year	\$ -	\$ 334,182	\$ 334,182
Investment income	-	22,290	22,290
Amounts released for expenditure	-	(22,290)	(22,290)
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, 2025 and 2024

NOTE H - ENDOWMENT FUNDS - Continued

	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>

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 (7.50% at June 30, 2025). 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, 2025 or 2024.

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,:

	2025	2024
Salary and benefits	\$ 31,488	\$ 29,602
Pharmaceuticals	795,891	436,889
Other	962	960
	<u>\$ 828,341</u>	<u>\$ 467,451</u>

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

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, 2025 and 2024, 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>2025</u>	<u>2024</u>
Subject to expenditure for specified purpose		
Suicide prevention initiatives	\$ 4,430	\$ 5,953
Endowment - subject to spending policy and appropriation	<u>334,182</u>	<u>334,182</u>
	<u>\$ 338,612</u>	<u>\$ 340,135</u>

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

	<u>2025</u>	<u>2024</u>
Restricted for future periods		
Suicide prevention initiatives	<u>\$ 1,523</u>	<u>\$ 10,757</u>
	<u>\$ 1,523</u>	<u>\$ 10,757</u>

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2025 and 2024

NOTE L - COMMITMENTS AND CONTINGENCIES

Grantors: The Organization routinely enters 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 2025 and 2024, 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 \$269,000 and \$329,000 for the years ended June 30, 2025 and 2024, 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 \$45,000 and \$54,000 for the years ended June 30, 2025 and 2024, 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, 2025 and 2024

NOTE N - CONCENTRATIONS AND RISK - Continued

At June 30, 2025 and 2024, amounts due from governmental and other agencies, include in accounts receivable on the consolidated statements of financial position, of \$1,626,812 and \$1,429,753, 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 4, 2025, 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, 2024 to June 30, 2025

Funding Sources and Revenues	State Designated SAMH Cost Centers															
	State SAMH - Funded Cost Centers															
	SAMH															
	Assessment	Case Management	In Home and On Site	Intervention	Medical Services	Outpatient	Outreach	Incidental Expenses	Outpatient Group	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	Total Revenue
Part I: Actual Funding Sources and Revenues																
IA. State SAMH Funding																
(1) From Central Florida Behavioral Health Network	\$ 123,827	\$ 570,827	\$ 179,403	\$ 98,348	\$ 574,453	\$ 1,299,633	\$ 186,351	\$ 395,586	\$ 744	\$ 640,893	\$ 597,838	\$ 4,667,903	\$ -	\$ 4,667,903	\$ -	\$ 4,667,903
(2) From State IDP Line of Credit	-	-	-	-	-	-	-	93,682	-	-	-	93,682	-	93,682	-	93,682
Total State SAMH Funding	123,827	570,827	179,403	98,348	574,453	1,299,633	186,351	489,268	744	640,893	597,838	4,761,585	-	4,761,585	-	4,761,585
IB. Other Government Funding																
(1) Other State Agency Funding	-	-	-	-	352	3,038	-	-	-	-	6,378	9,768	6,076	15,844	194,000	209,844
(2) Medicaid	-	39,811	91,329	2,607	215,540	340,964	153	-	-	-	548,213	1,238,617	574,441	1,813,058	52,843	1,865,901
(3) Local Government	-	314,730	725,331	114,106	-	-	-	-	-	-	-	1,154,167	5,647,018	6,801,185	1,060,302	7,861,487
(4) Federal Grants & Contracts	-	-	-	-	-	-	-	-	-	-	-	-	1,724,312	1,724,312	466,937	2,191,249
Total Other Government Funding	-	354,541	816,660	116,713	215,892	344,002	153	-	-	-	554,591	2,402,552	7,951,847	10,354,399	1,774,082	12,128,481
IC. All Other Revenues																
(1) 1st & 2nd Party Payments	-	2,036	359	508	(37,418)	(6,907)	495	-	-	-	-	(40,927)	(26,270)	(67,197)	(1,710)	(68,907)
(2) 3rd Party Payments (except Medicare)	-	(536)	14,981	1,227	77,255	194,975	-	-	-	-	-	287,902	71,257	359,159	42,341	401,500
(3) Medicare	-	8,103	1,496	-	187,457	343,180	-	-	-	-	-	540,236	1,434	541,670	3,924	545,594
(4) Contributions and Donations	-	-	-	-	-	-	-	-	-	-	-	-	320	320	187,892	188,212
(5) Other	-	7,703	-	-	-	-	-	-	-	-	-	7,703	121,120	128,823	495,286	624,109
(6) In-Kind	-	-	448	-	549,328	7,949	-	-	-	-	254,206	811,931	15,897	827,828	515	828,343
Total All Other Revenues	-	17,306	17,284	1,735	776,622	539,197	495	-	-	-	254,206	1,606,845	183,758	1,790,603	728,248	2,518,851
Total Funding	\$ 123,827	\$ 942,674	\$ 1,013,347	\$ 216,796	\$ 1,566,967	\$ 2,182,832	\$ 186,999	\$ 489,268	\$ 744	\$ 640,893	\$ 1,406,635	\$ 8,770,982	\$ 8,135,605	\$ 16,906,587	\$ 2,502,330	\$ 19,408,917

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, 2024 to June 30, 2025

Expense Categories	State Designated SAMH Cost Centers																	Total Expenses
	State SAMH - Funded Cost Centers																	
	SAMH																	
	Assessment	Case Management	In Home and On Site	Intervention	Medical Services	Outpatient	Outreach	Incidental	Outpatient Group	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		
Part II: Actual Expenses																		
IIA. Personnel Expenses																		
(1) Salaries	\$ 120,251	\$ 545,580	\$ 640,550	\$ 391,175	\$ 834,674	\$ 1,394,728	\$ 131,775	\$ -	\$ 5,182	\$ 393,244	\$ 744,474	\$ 5,201,633	\$ 4,718,737	\$ 9,920,370	\$ 1,374,957	\$ 1,662,642	\$ 12,957,969	
(2) Fringe Benefits	36,614	108,722	123,226	107,453	130,898	311,954	22,773	-	-	74,910	158,105	1,074,655	968,049	2,042,704	212,205	293,129	2,548,038	
Total Personnel Expenses	156,865	654,302	763,776	498,628	965,572	1,706,682	154,548	-	5,182	468,154	902,579	6,276,288	5,686,786	11,963,074	1,587,162	1,955,771	15,506,007	
IIB. Other Expense																		
(1) Building Occupancy	13,320	38,007	25,360	21,742	22,893	109,828	4,508	-	-	18,675	36,398	290,731	322,973	613,704	324,931	41,518	980,153	
(2) Professional Services	10,897	31,651	35,089	26,332	54,700	90,471	4,836	-	-	25,105	51,288	330,369	345,430	675,799	120,902	247,632	1,044,333	
(3) Travel	405	3,126	24,809	27,276	173	3,339	133	-	-	11,022	24,329	94,612	98,064	192,676	21,397	26,623	240,696	
(4) Equipment	1,947	10,725	6,547	5,894	10,494	16,099	736	-	-	10,352	19,298	82,092	165,798	247,890	16,059	18,893	282,842	
(5) Medical and Pharmacy	-	-	-	120	66,679	-	-	-	-	120	1,351	68,270	4,745	73,015	11,084	-	84,099	
(6) Insurance	6,506	24,663	20,086	16,012	33,706	53,732	2,369	-	-	21,829	49,047	227,950	182,699	410,649	124,322	80,053	615,024	
(7) Interest Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
(8) Operating Supplies & Expenses	5,273	16,896	20,694	11,914	36,135	37,629	1,876	395,586	-	28,718	23,610	578,331	509,354	1,087,685	58,310	177,219	1,323,214	
(9) Other	-	-	448	-	455,646	7,949	-	93,682	-	-	254,206	811,931	15,895	827,826	515	-	828,341	
(10) Donated Items	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Other Expenses	38,348	125,068	133,033	109,290	680,426	319,047	14,458	489,268	-	115,821	459,527	2,484,286	1,644,958	4,129,244	677,520	591,938	5,398,702	
Total Personnel & Other Expenses	195,213	779,370	896,809	607,918	1,645,998	2,025,729	169,006	489,268	5,182	583,975	1,362,106	8,760,574	7,331,744	16,092,318	2,264,682	2,547,709	20,904,709	
IIC. Distributed Indirect Costs																		
(a) Other Support Costs (optional)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
(b) Administration	24,013	115,238	127,444	81,226	243,012	282,754	19,996	-	-	81,048	232,933	1,207,664	1,023,349	2,231,013	316,696	(2,547,709)	-	
Total Distributed Indirect Costs	24,013	115,238	127,444	81,226	243,012	282,754	19,996	-	-	81,048	232,933	1,207,664	1,023,349	2,231,013	316,696	(2,547,709)	-	
Total Actual Operating Expense	219,226	894,608	1,024,253	689,144	1,889,010	2,308,483	189,002	489,268	5,182	665,023	1,595,039	9,968,238	8,355,093	18,323,331	2,581,378	-	20,904,709	
IID. Unallowable Costs																		
Total Allowable Operating Expense	219,226	894,608	1,024,253	689,144	1,889,010	2,308,483	189,002	489,268	5,182	665,023	1,595,039	9,968,238	8,355,093	18,323,331	2,581,378	-	20,904,709	
IIF. 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, 2024 to June 30, 2025

Provider Name: Suncoast Center, Inc.

Audit Period 07/01/24 TO 06/30/25

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
III.A. Unearned Funds	\$ -	\$ -
III.B. Funding Allocations	-	-
III.C. 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, 2025

Total Expenditures	\$ 20,904,709
Less other state and federal funds	(4,058,656)
Less nonmatch SAMH funds	1,039,046 *
Less unallowable costs	<u>-</u>
Total Allowable Expenditures	<u>17,885,099</u>
Maximum Available Earnings (75%)	13,413,824
Amount Of State Funds Requiring Match (total of invoices paid and submitted to be paid, less Line 3)	<u>3,117,138 *</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>\$ -</u></u>
Other State And Federal Funds	
Office of the Attorney General	12,966
Healthy Start Coalition of Pinellas	13,684
Florida Council Against Sexual Violence	506,122
Department of Health and Human Services	1,659,983
Medicaid	<u>1,865,901</u>
Total Other State And Federal Funds	<u><u>\$ 4,058,656</u></u>

* CFBHN contract #QB046

See independent auditors report.

Suncoast Center, Inc. and Subsidiary

SCHEDULE OF SUPPORT AND REVENUE (UNAUDITED)

Year Ended June 30, 2025

State SAMH Funding

Central Florida Behavioral Network, Inc Community Mental health Services	\$ 4,667,903
IDP Line of Credit	93,682
Total State SAMH Funding	<u>4,761,585</u>

Other Government Funding

Local Government Grants	
Juvenile Welfare Board of Pinellas County	6,308,052
Victims of Crime Act	12,966
Pinellas County, Florida	930,980
Pinellas County School Board	408,484
PEMHS	187,811
Lutheran Services	12,475
Medicaid	1,865,901
CCBHC	1,217,708
SAMHSA Zero Suicide	442,275
Governmental Funding Passed Through Local Agencies	
Florida Council Against Sexual Violence	518,301
Department of Justice - Comp Victim Exams	194,000
Healthy Start Coalition	13,684
Homeless Empowerment Project	15,844
Total Other Government Funding	<u>12,128,481</u>

All Other Funding and Revenues

Medicare	545,594
First and Third Party Fees	332,593
Contributions, Donations and Bequests	188,213
In-Kind Revenues	828,342
Other Revenues	624,109
Total Nongovernment Funding	<u>2,518,851</u>
Total Support and Revenue	<u><u>\$ 19,408,917</u></u>

See independent auditors report.

Suncoast Center, Inc. and Subsidiary

SCHEDULE OF BED-DAY AVAILABILITY PAYMENTS (UNAUDITED)

Budget Period From: July 1, 2024 to June 30, 2025

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								<u><u>\$ -</u></u>

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, 2024 to June 30, 2025

	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, 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 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, 2025, and 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, and have issued our report thereon dated December 4, 2025.

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 or significant deficiencies. However, material weaknesses or significant deficiencies may exist that were not identified.



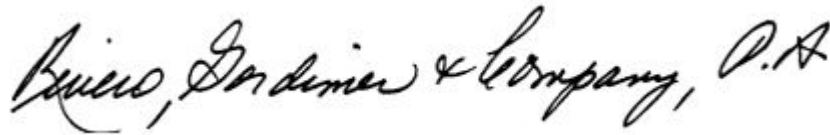
Report on Compliance and Other Matters

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 on 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 4, 2025

A handwritten signature in black ink that reads "Benicio, 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, 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

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, 2025. 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, 2025.

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 judgment 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 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 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

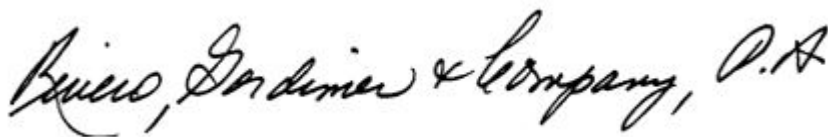
A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement 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 or significant deficiencies, 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. Accordingly, this report is not suitable for any other purpose.

Tampa, Florida
December 4, 2025



Suncoast Center, Inc. and Subsidiary

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE

For the year ended June 30, 2025

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	\$ -	\$ 119,225
Violence Against Women Formula Grants	16.588	25STO13	-	45,765
			<u>-</u>	<u>164,990</u>
<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	-	12,966
Total U.S. Department of Justice			<u>-</u>	<u>177,956</u>
<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	5H79SM088415-02	-	442,275
Certified Community Behavioral Health Clinic Expansion Grant	93.696	5H79SM086671-03	-	1,217,708
Total direct awards			<u>-</u>	<u>1,659,983</u>
<i>Passed through the Florida Council Against Sexual Violence</i>				
Family Violence Prevention and Services	93.497	23FVP13	-	157,296
<i>Passed through Central Florida Behavioral Health Network, Inc.</i>				
Block grants for Community Mental Health Services	93.958	QG046	-	561,026
<i>Passed through Eleos Wellness</i>				
Block grants for Community Mental Health Services	93.958	N/A	-	187,813
<i>Passed through Healthy Start Coalition of Pinellas, Inc.</i>				
Medical assistance program	93.778	N/A	-	13,684
Total indirect awards			<u>-</u>	<u>919,819</u>
Total U.S. Department of Health and Human Services			<u>-</u>	<u>2,579,802</u>
Total expenditures of federal awards			<u>\$ -</u>	<u>\$ 2,757,758</u>

Suncoast Center, Inc. and Subsidiary

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

For the year ended June 30, 2025

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 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	\$ -	\$ 639,168
<u>State of Florida Department of Health</u>				
<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			-	183,836
Total expenditures of state financial assistance			\$ -	\$ 823,004

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, 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 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, 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 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, 2025.

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, 2025, 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, 2025

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, 2025

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
93.958	Block Grants for Community Mental Health Services

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, 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.).