

Lutheran Services Florida, Inc. and Subsidiaries

Consolidated Financial and Compliance Report
June 30, 2024

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Independent Auditor's Report

Board of Directors
Lutheran Services Florida, Inc.

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

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

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2024 and 2023, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

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 the Organization's ability to continue as a going concern within one year after the date that the financial statements are issued or 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 GAAS and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS 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 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 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 financial statements as a whole. The schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and State of Florida Chapter 10.650, *Rules of the Auditor General*, respectively, and other supplementary information as indicated within the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 18, 2025, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

RSM US LLP

Tampa, Florida
February 18, 2025

Lutheran Services Florida, Inc. and Subsidiaries

Consolidated Statements of Financial Position
June 30, 2024 and 2023

	2024	2023
Assets		
Current assets:		
Cash and cash equivalents	\$ 26,311,072	\$ 22,550,830
Grants receivable	68,321,190	54,749,119
Program fees and other receivables, net of allowance for credit losses of \$151,288 and \$152,956 as of June 30, 2024 and 2023, respectively	2,365,137	1,188,732
Current portion of gifted land and facilities	1,697,757	2,095,097
Prepaid expenses	1,923,973	1,436,403
Total current assets	100,619,129	82,020,181
Investments	1,285,860	1,176,354
Beneficial interest in assets held by others	928,322	885,416
Gifted land and facilities, net of current portion	9,375,714	4,921,469
Right-of-use lease assets—operating	8,184,579	6,996,450
Property and equipment, net	18,017,867	13,157,127
Other assets	492,191	537,777
Total assets	\$ 138,903,662	\$ 109,694,774
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	\$ 41,062,762	\$ 45,870,069
Accrued salaries and payroll related expenses	9,346,718	8,067,772
Other accrued expenses	3,372,369	1,708,586
Refundable advances	42,021,222	21,458,976
Current portion of lease liabilities—operating	2,748,230	2,252,462
Current portion of lease liabilities—finance	140,886	131,580
Current portion of note payable	276,378	263,581
Total current liabilities	98,968,565	79,753,026
Lease liabilities—operating, net of current portion	5,436,349	4,743,988
Lease liabilities—finance, net of current portion	397,360	538,246
Note payable, net of current portion	1,332,383	1,608,762
Total liabilities	106,134,657	86,644,022
Commitments and contingencies (Note 17)		
Net assets:		
Without donor restrictions	11,588,107	8,471,562
With donor restrictions	21,180,898	14,579,190
Total net assets	32,769,005	23,050,752
Total liabilities and net assets	\$ 138,903,662	\$ 109,694,774

See notes to consolidated financial statements.

Lutheran Services Florida, Inc. and Subsidiaries

**Consolidated Statements of Activities
Years Ended June 30, 2024 and 2023**

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and support:						
Government grants and contracts	\$ 416,000,115	\$ -	\$ 416,000,115	\$ 364,462,229	\$ -	\$ 364,462,229
Contributions of nonfinancial assets	2,730,280	6,360,868	9,091,148	2,482,876	1,189,087	3,671,963
Contributions	1,766,699	3,149,921	4,916,620	1,674,467	4,423,607	6,098,074
Program service fees	1,047,470	-	1,047,470	1,188,589	-	1,188,589
Other income, net	833,961	-	833,961	624,414	-	624,414
Investment return, net	351,624	-	351,624	202,076	-	202,076
Change in value of beneficial interest in assets held by others	-	42,906	42,906	-	7,085	7,085
Net assets released from restrictions	3,670,227	(3,670,227)	-	3,232,862	(3,232,862)	-
Total revenues and support	426,400,376	5,883,468	432,283,844	373,867,513	2,386,917	376,254,430
Expenses:						
Program services	413,541,710	-	413,541,710	362,690,209	-	362,690,209
Supporting services	13,005,866	-	13,005,866	10,701,422	-	10,701,422
Total expenses	426,547,576	-	426,547,576	373,391,631	-	373,391,631
Change in net assets before other changes	(147,200)	5,883,468	5,736,268	475,882	2,386,917	2,862,799
Other Changes:						
Acquisition of Miami Bridge Youth and Family Services, Inc.	-	-	-	4,341,310	3,915,349	8,256,659
Acquisition of Hands of Mercy Everywhere, Inc.	3,263,745	718,240	3,981,985	-	-	-
	3,263,745	718,240	3,981,985	4,341,310	3,915,349	8,256,659
Change in net assets	3,116,545	6,601,708	9,718,253	4,817,192	6,302,266	11,119,458
Net assets:						
Beginning	8,471,562	14,579,190	23,050,752	3,654,370	8,276,924	11,931,294
Ending	\$ 11,588,107	\$ 21,180,898	\$ 32,769,005	\$ 8,471,562	\$ 14,579,190	\$ 23,050,752

See notes to consolidated financial statements.

Lutheran Services Florida, Inc. and Subsidiaries

Consolidated Statement of Functional Expenses Year Ended June 30, 2024

	Program Services						Supporting Services			
	Substance Abuse and Mental Health Services	Children Programs	Youth and Family Services	Resettlement Services	Adult Services	Total Program Services	General and Administrative	Advancement	Total Supporting Services	Total Expenses
Salaries	\$ 4,546,832	\$ 23,917,855	\$ 39,458,057	\$ 15,505,233	\$ 954,206	\$ 84,382,183	\$ 7,266,179	\$ 462,731	\$ 7,728,910	\$ 92,111,093
Payroll taxes and employee benefits	1,074,111	6,668,858	10,062,008	3,520,801	265,225	21,591,003	1,718,976	136,087	1,855,063	23,446,066
Total salaries and related expenses	5,620,943	30,586,713	49,520,065	19,026,034	1,219,431	105,973,186	8,985,155	598,818	9,583,973	115,557,159
Professional fees and contract services	843,770	2,839,039	430,323	141,885	223,334	4,478,351	863,310	47,956	911,266	5,389,617
Subcontractor expenses	237,236,013	16,906,817	514,603	1,453,890	-	256,111,323	-	-	-	256,111,323
Office expenses and program supplies	422,393	4,242,928	774,129	1,784,179	21,894	7,245,523	289,838	3,902	293,740	7,539,263
Food	526	2,392,601	487,595	342,823	-	3,223,545	-	-	-	3,223,545
Assistance to individuals	90	4,818,385	285,369	5,514,623	667	10,619,134	-	-	-	10,619,134
Occupancy	314,667	6,071,010	1,770,576	2,615,707	125,247	10,897,207	283,368	9,185	292,553	11,189,760
Repairs and maintenance	5,706	2,968,196	1,423,582	441,294	6,658	4,845,436	72,034	1,060	73,094	4,918,530
Equipment costs	273,944	392,146	196,363	185,533	24,903	1,072,889	544,077	30,915	574,992	1,647,881
Insurance and taxes	52,327	926,790	1,217,291	337,015	19,213	2,552,636	141,442	3,661	145,103	2,697,739
Transportation and travel	157,751	1,169,538	1,909,238	361,626	34,728	3,632,881	309,778	22,387	332,165	3,965,046
Postage, printing and publication	76,153	240,363	70,386	122,889	10,829	520,620	80,407	32,947	113,354	633,974
Interest	-	35,129	-	-	-	35,129	107,679	-	107,679	142,808
Other operating expenses	81,306	157,239	308,277	190,402	15,213	752,437	513,403	16,976	530,379	1,282,816
Total expenses before depreciation and amortization	245,085,589	73,746,894	58,907,797	32,517,900	1,702,117	411,960,297	12,190,491	767,807	12,958,298	424,918,595
Depreciation and amortization	4,223	1,268,003	298,599	10,588	-	1,581,413	47,568	-	47,568	1,628,981
Total expenses	\$ 245,089,812	\$ 75,014,897	\$ 59,206,396	\$ 32,528,488	\$ 1,702,117	\$ 413,541,710	\$ 12,238,059	\$ 767,807	\$ 13,005,866	\$ 426,547,576

See notes to consolidated financial statements.

Lutheran Services Florida, Inc. and Subsidiaries

Consolidated Statement of Functional Expenses Year Ended June 30, 2023

	Program Services						Supporting Services			
	Substance Abuse and Mental Health Services	Children Programs	Youth and Family Services	Resettlement Services	Adult Services	Total Program Services	General and Administrative	Advancement	Total Supporting Services	Total Expenses
Salaries	\$ 4,322,749	\$ 23,374,510	\$ 31,059,029	\$ 9,563,879	\$ 942,893	\$ 69,263,060	\$ 6,037,304	\$ 374,977	\$ 6,412,281	\$ 75,675,341
Payroll taxes and employee benefits	1,069,769	6,655,832	7,770,530	2,366,425	283,039	18,145,595	1,669,615	86,340	1,755,955	19,901,550
Total salaries and related expenses	5,392,518	30,030,342	38,829,559	11,930,304	1,225,932	87,408,655	7,706,919	461,317	8,168,236	95,576,891
Professional fees and contract services	1,012,284	1,769,701	479,293	126,532	184,141	3,571,951	597,688	27,763	625,451	4,197,402
Subcontractor expenses	209,578,076	17,876,599	674,612	1,239,266	-	229,368,553	-	-	-	229,368,553
Office expenses and program supplies	117,314	3,826,983	473,256	722,928	17,644	5,158,125	156,898	6,307	163,205	5,321,330
Food	-	2,057,877	412,985	247,044	378	2,718,284	-	-	-	2,718,284
Assistance to individuals	-	5,356,113	227,664	3,027,526	-	8,611,303	-	74,307	74,307	8,685,610
Occupancy	280,607	6,111,752	1,474,833	1,633,473	115,879	9,616,544	561,615	7,575	569,190	10,185,734
Repairs and maintenance	1,842	6,427,999	1,441,531	198,164	11,322	8,080,858	75,296	632	75,928	8,156,786
Equipment costs	353,920	439,906	192,424	148,380	24,489	1,159,119	189,958	12,467	202,425	1,361,544
Insurance and taxes	41,480	725,239	692,027	172,893	15,145	1,646,784	126,413	2,363	128,776	1,775,560
Transportation and travel	190,461	1,317,266	1,376,100	359,244	32,433	3,275,504	238,943	21,537	260,480	3,535,984
Postage, printing and publication	49,783	109,458	52,393	67,799	13,778	293,211	95,038	26,149	121,187	414,398
Interest	-	52,188	54	-	-	52,242	103,535	-	103,535	155,777
Other operating expenses	48,776	122,666	143,806	141,938	71,111	528,297	144,345	19,030	163,375	691,672
Total expenses before depreciation and amortization	217,067,061	76,224,089	46,470,537	20,015,491	1,712,252	361,489,430	9,996,648	659,447	10,656,095	372,145,525
Depreciation and amortization	11,445	1,017,069	78,354	93,911	-	1,200,779	45,327	-	45,327	1,246,106
Total expenses	\$ 217,078,506	\$ 77,241,158	\$ 46,548,891	\$ 20,109,402	\$ 1,712,252	\$ 362,690,209	\$ 10,041,975	\$ 659,447	\$ 10,701,422	\$ 373,391,631

See notes to consolidated financial statements.

Lutheran Services Florida, Inc. and Subsidiaries

Consolidated Statements of Cash Flows
Years Ended June 30, 2024 and 2023

	2024	2023
Cash flows from operating activities:		
Change in net assets	\$ 9,718,253	\$ 11,119,458
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	1,628,981	1,246,106
Acquisition of Miami Bridge (noncash portion)	-	(7,914,729)
Acquisition of HOME (noncash portion)	(3,132,974)	-
Loss (gain) on sale/disposal of property and equipment	307,123	(9,800)
Net realized and unrealized gain on investments and assets limited as to use	(82,728)	(76,336)
Change in value of beneficial interest in assets held by others	(42,906)	(7,085)
Changes in operating assets and liabilities:		
(Increase) decrease in:		
Grants receivables	(13,572,071)	(337,210)
Program receivables	(879,427)	(15,386,385)
Prepaid expenses	(487,570)	(143,374)
Gifted land and facilities	(4,056,905)	1,122,813
Right-of-use lease assets—operating	(1,188,129)	2,684,006
Other assets	63,104	(215,435)
Increase (decrease) in:		
Accounts payable	(4,807,307)	6,793,627
Accrued salaries and payroll related expenses	1,278,946	613,124
Other accrued expenses	1,640,757	221,134
Refundable advances	20,562,246	11,444,970
Lease liabilities—operating	1,188,129	(2,670,455)
Net cash provided by operating activities	8,137,522	8,484,429
Cash flows from investing activities:		
Purchases of investments and assets limited as to use	(118,484)	(232,489)
Proceeds from the sale of investments	91,707	493,577
Purchases of property and equipment	(3,957,841)	(4,549,277)
Proceeds from the sale of property and equipment	2,500	9,802
Net cash used in investing activities	(3,982,118)	(4,278,387)
Cash flows from financing activities:		
Borrowings under line of credit	750,000	-
Repayment of line of credit	(750,000)	-
Principal payments on finance lease liabilities	(131,580)	(381,711)
Repayments of note payable	(263,582)	(251,377)
Net cash used in financing activities	(395,162)	(633,088)
Net increase in cash and cash equivalents	3,760,242	3,572,954
Cash and cash equivalents:		
Beginning	22,550,830	18,977,876
Ending	\$ 26,311,072	\$ 22,550,830

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Consolidated Statements of Cash Flows (Continued) **Years Ended June 30, 2024 and 2023**

	2024	2023
Supplemental schedule of noncash investing and financing activities:		
Property, plant and equipment acquired from Miami Bridge	<u>\$ -</u>	<u>\$ 3,932,072</u>
Gifted land acquired from Miami Bridge	<u>\$ -</u>	<u>\$ 3,915,349</u>
Property, plant and equipment acquired from HOME	<u>\$ 2,841,504</u>	<u>\$ -</u>
Supplemental disclosure of cash flow information:		
Cash paid during the year for interest	<u>\$ 142,808</u>	<u>\$ 155,777</u>
Operating lease right-of-use assets obtained and liabilities incurred as a result of adoption of ASC 842:		
Operating right-of-use assets	<u>\$ -</u>	<u>\$ 7,003,148</u>
Operating lease liabilities	<u>\$ -</u>	<u>\$ 6,989,597</u>
Operating lease right-of-use assets obtained in exchange for new operating lease liabilities	<u>\$ 4,198,122</u>	<u>\$ 2,677,308</u>
Cash payments made for operating leases	<u>\$ 3,435,696</u>	<u>\$ 3,221,582</u>

See notes to consolidated financial statements.

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 1. Nature of Activities and Significant Accounting Policies

Nature of activities: Lutheran Services Florida, Inc. (LSF) was organized on July 1, 1982, as a nonprofit organization to provide various social ministries throughout the state of Florida. LSF's programs are funded by federal, state and local governmental grants and contracts, various program service fees, contributions, church grants and other sources.

LSF is the sole member of Lutheran Non-profit Management Services, LLC d/b/a LSF Health Systems (LSF Health), which was organized on August 13, 2010, to govern and advise LSF's managing entity contract over substance abuse and mental health services provided in the northeast region of Florida effective July 1, 2012.

On June 5, 2023, LSF became the sole member of Miami Bridge Youth and Family Services, Inc. (Miami Bridge). Miami Bridge is a social service agency committed to providing opportunities to promote positive youth development and strengthen and support families to enable children to actualize their full potential and become productive community members.

On January 2, 2024, LSF acquired Hands of Mercy Everywhere, Inc. (HOME), a nonprofit formed for the purpose of providing a Christian home for parenting and pregnant teen moms and adolescent girls in foster care. The programs operated by HOME directly aligned with LSF's mission and allowed the Organization to expand their Florida reach. Upon acquisition, HOME and its programs were dissolved into LSF.

On December 7, 2023, a new organization, the Lutheran Collaborative (TLC), was incorporated. TLC empowers Lutheran service organizations, as well as other similar mission-aligned organizations, to foster innovation, amplify community impact, and enhance efficiency through collaborative excellence. On July 25, 2024, LSF amended its bylaws, resulting in TLC being one of three members of LSF. TLC had no financial activity during fiscal year 2024. TLC has submitted its application for tax-exempt status in September 2024.

The principal social services provided by Lutheran Services Florida, Inc. and Subsidiaries include services to children, troubled youth and their families, refugees, the unemployed, incapacitated adults and victims of disasters through the following programs:

Substance abuse and mental health services: Provides substance abuse and mental health services to adults and children in 23 counties in northeast Florida.

Children services: Provides preschool care for disadvantaged children in licensed facilities and meals to children in licensed day care homes.

Youth and family services: Provides residential, counseling and case management services to teens and their families.

Resettlement services: Provides job training, counseling, financial assistance and placement to new entrants to the United States.

Adult services: Provides guardianship and care management programs to elderly, mentally incapacitated and disabled persons.

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 1. Nature of Activities and Significant Accounting Policies (Continued)

A summary of the Organization's significant accounting policies follows:

Principles of consolidation: The consolidated financial statements include the accounts of TLC, LSF, LSF Health, and Miami Bridge (collectively, the Organization). All significant intercompany transactions have been eliminated in consolidation.

Basis of accounting: The accompanying consolidated financial statements have been prepared on the accrual basis of accounting.

Basis of presentation: The financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). As required by the Not-for-Profit Entities topic of the ASC, a nonprofit organization is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net assets without donor restrictions: Net assets are not subject to donor-imposed stipulations but may be designated for specific purposes by action of the board of directors.

Net assets with donor restrictions: Net assets are subject to donor-imposed stipulations that may or will be met either by actions of the Organization, passage of time, or permanently maintained by the Organization. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions.

Use of estimates: The preparation of consolidated financial statements in accordance with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and the disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and cash equivalents: Cash and cash equivalents includes all highly liquid fixed income instruments purchased with original maturities of three months or less.

Concentrations of credit risk: The Organization's financial instruments that are exposed to concentrations of credit risk include cash and cash equivalents and government grants and contracts and related accounts receivable. Cash and cash equivalents include accounts placed with federally insured financial institutions. Such accounts may at times exceed federally insured limits. The Organization has not experienced any losses on such accounts. The Organization's operating support and revenues includes concentrations primarily from federal and state programs. Changes in operating support and revenues from federal and state programs could significantly impact the Organization, including a reduction in the program services offered by the Organization; however, management does not anticipate any such changes in the near term.

Grants receivable: Receivables under grants are due in less than one year. Management has recorded an allowance for doubtful accounts of \$59,267 and \$0 as of June 30, 2024 and 2023, respectively.

Program fees and other receivables: Program fees receivable are stated at unpaid balances, less an allowance for credit losses. The Organization considers a program service fees receivable past due when amounts are not received within the due date specified on the request for payment. The allowance for credit losses is determined using the loss-rate approach and measured on a collective (pool) basis when similar risk characteristics exist.

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 1. Nature of Activities and Significant Accounting Policies (Continued)

Allowance for credit losses: The allowance for credit losses is the Organization's best estimate of the amount of probable credit losses in the Organization's existing program fees and other receivables and is based upon historical loss patterns, the number of days that billings are past due, and an evaluation of the potential risk of loss associated with specific accounts. Account balances are charged against the allowance after all means of collection have been exhausted and the potential for recovery is considered remote. Provisions for allowances for credit losses are recorded in general and administrative expense.

Estimating credit losses based on risk characteristics requires significant judgment by the Organization. Significant judgments include but are not limited to assessing current economic conditions and the extent to which they would be relevant to the existing characteristics of the Organization's financial assets, the estimated life of financial assets and the level of reliance on historical experience in light of economic conditions. The Organization separates program fees receivables into risk pools based on their aging and reviews and updates, when necessary, its historical risk characteristics that are meaningful to estimating credit losses, any new risk characteristics that arise in the natural course of business and the estimated life of its financial assets.

At June 30, 2024, the Organization evaluated the impact of current and future economic conditions on its historical loss rates for each risk pool and in management's judgement concluded that any impact to loss rates would be immaterial. Therefore, no loss rates of any risk pool were adjusted for current or future economic conditions.

Gifted land and facilities: The Organization accounts for gifted land and facilities as contributions with donor restrictions in the period in which the right to use the asset is acquired, at the fair value of the benefit expected to be received over the expected term of use by the Organization and is released from restrictions when used. A gifted land and facilities asset is recorded for any future benefit expected to be recognized and is amortized to expense as the Organization uses the land and facilities over the term of the applicable lease.

Investments and investment return, net: Investments are reported at fair value. Investment return, net, reported in the accompanying consolidated statements of activities, includes realized and unrealized gains and losses and interest and dividend income, net of investment expenses, as increases or decreases in net assets without donor restrictions.

Property and equipment: Property and equipment is recorded at cost, if purchased or at estimated fair value at the date of receipt if acquired by gift, and those in excess of \$5,000 are capitalized. Depreciation expense related to property and equipment is computed using the straight-line method over the estimated useful lives of the related assets. Leasehold improvements are amortized over the shorter of the remaining lease term or the useful life of the asset. Maintenance and repairs are charged to operations when incurred. Betterments and renewals are capitalized. When property and equipment are sold or otherwise disposed of, the asset account and the related accumulated depreciation account are relieved, and any gain or loss included in operations.

Property acquired with governmental funds is considered to be owned by the Organization while used in the program for which it was purchased or in future authorized programs; however, its disposition as well as the ownership of any proceeds therefrom is subject to applicable regulations.

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 1. Nature of Activities and Significant Accounting Policies (Continued)

Leases: The Organization determines if an arrangement is or contains a lease at inception, which is the date on which the terms of the contract are agreed to, and the agreement creates enforceable rights and obligations. A contract is or contains a lease when (i) explicitly or implicitly identified assets have been deployed in the contract and (ii) the customer obtains substantially all of the economic benefits from the use of that underlying asset and directs how and for what purpose the asset is used during the term of the contract. The Organization also considers whether its service arrangements include the right to control the use of an asset.

The Organization recognizes most leases on its consolidated statements of financial position as a right-of-use (ROU) asset representing the right to use an underlying asset and a lease liability representing the obligation to make lease payments over the lease term, measured on a discounted basis. Leases are classified as either finance leases or operating leases based on certain criteria. Classification of the lease affects the pattern of expense recognition in the consolidated statements of activities.

The Organization made an accounting policy election available not to recognize ROU assets and lease liabilities for leases with a term of 12 months or less. For all other leases, ROU assets and lease liabilities are measured based on the present value of future lease payments over the lease term at the commencement date of the lease (or July 1, 2022 for existing leases upon the adoption of ASC 842, Leases). The ROU assets also include any initial direct costs incurred and lease payments made at or before the commencement date and are reduced by any lease incentives received. To determine the present value of lease payments, the Organization made an accounting policy election available to nonpublic companies to utilize a risk-free borrowing rate, which is aligned with the lease term at the lease commencement date (or remaining term for leases existing upon the adoption of Topic 842, Leases).

Future lease payments may include fixed-rent escalation clauses or payments that depend on an index (such as the consumer price index), which is initially measured using the index or rate at lease commencement. Subsequent changes of an index and other periodic market-rate adjustments to base rent are recorded in variable lease expense in the period incurred. Residual value guarantees or payments for terminating the lease are included in the lease payments only when it is probable they will be incurred.

The Organization has made an accounting policy election to account for lease and nonlease components in its contracts as a single lease component for its real estate, vehicle and equipment asset classes. The nonlease components typically represent additional services transferred to the Organization, such as common area maintenance for real estate, which are variable in nature and recorded in variable lease expense in the period incurred.

Lease expense for operating leases is reported in occupancy costs in the accompanying consolidated statements of functional expenses. Lease expense for finance leases is reported in depreciation and amortization expense in the accompanying consolidated statements of functional expenses.

Impairment of long-lived assets: The carrying value of property and equipment is reviewed for impairment whenever events or changes in circumstances indicate such value may not be recoverable. Recoverability of assets or asset groups to be held and used is measured by a comparison of the carrying amount of an asset or asset group to future net cash flows expected to be generated by the asset or asset group. If such assets or asset groups are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets or asset group. Assets or asset groups to be disposed of are reported at the lower of the carrying amount or fair value less cost to sell. No impairment of the Organization's long-lived assets or asset groups have been recognized during the years ended June 30, 2024 and 2023.

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 1. Nature of Activities and Significant Accounting Policies (Continued)

Revenue recognition: The Organization first determines if a transaction represents an exchange transaction and, if so, accounts for the transaction in accordance with FASB ASC 606, Revenue from Contracts with Customers, which provides 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.

The Organization's revenue from contracts with customers consists of program fees. The Organization's contracts have a single performance obligation. The transaction price is the amount of consideration to which the Organization expects to be entitled in exchange for transferring services to the customer. Revenue is recorded based on transaction price, which is a fixed consideration. Performance obligations are satisfied at a point in time, at which point revenue is recognized. Revenue recognized from program fees totaled \$1,047,470 and \$1,188,589 for the years ended June 30, 2024 and 2023, respectively. Receivable balances, net of an allowance for credit losses, were \$312,736, \$524,398 and \$366,866 as of June 30, 2024, June 30, 2023 and July 1, 2022, respectively. These balances are included in program fees and other receivables, net on the consolidated statements of financial position. There were no deferred revenue balances for program services as of June 30, 2024, June 30, 2023 and July 1, 2022.

The Organization performs an evaluation at contract inception focused on whether a performance obligation is satisfied over time or at a point in time. If a performance obligation meets certain specific criteria, the related revenue is recognized over time as the customer receives the benefits of the Organization's services as they are performed. If certain criteria are not met, the revenue is recognized at a point in time.

The revenue stream noted above does not include significant financing components as the performance obligations are typically satisfied within a year of receipt of payment. Economic downturns can affect the level of revenue or can have a positive impact on cash flow in good economic times.

Contributions and donor-imposed restrictions: Unconditional promises to give are recognized as contributions in the period received at their fair value. Conditional contributions or promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions other than cash are recorded at their estimated fair value on the date received.

Unconditional contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions support depending on the existence or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire or are otherwise satisfied in the fiscal year in which the contributions are recognized. When a donor-imposed restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified into net assets without donor restrictions and are reported in the accompanying consolidated statements of activities as net assets released from restrictions.

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 1. Nature of Activities and Significant Accounting Policies (Continued)

Donated materials are reflected in the accompanying consolidated financial statements at their estimated fair value at date of receipt. Donated services are recognized and recorded at their estimated fair value only to the extent they create or enhance nonfinancial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. The Organization records donated goods and services as professional fees and contract services, office expenses and program supplies, food and occupancy expense in the accompanying consolidated statements of activities and consolidated statements of functional expenses.

Government grants and contracts: Government grants and contracts are considered exchange transactions if each party receives and sacrifices commensurate value. Funds from these exchange transactions are not considered contributions and are deemed to be earned and reported as revenue over time as performance obligations are met based on when such funds have been expended towards the designated purpose. Funds received in advance and not yet earned are recorded as deferred revenue.

Government grants and contracts not considered exchange transactions typically meet the criteria as conditional awards and are thus recognized as revenue when the funds are utilized by the Organization to carry out the activity stipulated by the grant or contract thereby satisfying imposed barriers and/or rights of return. The grants and contracts can be terminated by the grantor or refunding can be required under certain circumstances coupled with other performance and/or control barriers. Conditional awards are recognized to revenue as net assets without donor restrictions if no donor-imposed restrictions remain at the time they become unconditional. Accordingly, amounts received, but not recognized as revenue, are classified in the consolidated statements of financial position as refundable advances.

Functional expense allocations: The costs of providing the various programs and supporting services have been summarized on a functional basis in the consolidated statements of activities and in the consolidated statements of functional expenses. Accordingly, certain costs have been allocated among the various programs and supporting services benefited. Salaries and related payroll expenses are allocated among functional categories based on the estimated proportion of time spent to each function. All other expenses are allocated based on management's estimate of the relative functional activity.

Income taxes: The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and from state income taxes under similar provisions of the Florida Statutes. LSF is the sole member of LSF Health, which is considered a disregarded entity for federal and state income tax purposes. LSF is also the sole member of Miami Bridge, which is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and from state income taxes under similar provisions of the Florida Statutes. Therefore, no provision for income taxes has been included in the accompanying consolidated financial statements.

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 determined that there were no such matters requiring recognition in the accompanying consolidated financial statements. Generally, the Organization is no longer subject to U.S. federal or state income tax examinations by tax authorities for three years from the filing date of the respective returns.

Fair value measurements: The Organization measures its financial assets and liabilities at fair value using a three-tier hierarchy, which prioritizes the inputs used in measuring fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 1. Nature of Activities and Significant Accounting Policies (Continued)

The three levels of the fair value hierarchy are described below:

- Level 1:** Valuation based on unadjusted quoted market prices in active markets for identical assets or liabilities.
- Level 2:** Valuation based on observable quoted prices for similar assets and liabilities in active markets.
- Level 3:** Valuation based on inputs that are unobservable and are supported by little or no market activity, therefore requiring management's best estimate of what market participants would use as fair value.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The following methods and assumptions were used to estimate the fair value of financial instruments:

- Level 1:** The Organization's Level 1 investments include money market funds, fixed income and equity securities, and real asset funds.
- Level 2:** The Organization's Level 2 investments include the beneficial interest in assets held by others and is valued based on information provided by Community Foundation of Broward, Inc. and Community Foundation of Tampa Bay, Inc. (the Community Foundations) which is primarily derived from or corroborated by observable market data as it relates to the Community Foundations' underlying investments.
- Level 3:** The Organization's Level 3 investments include the beneficial interest in the Zerbst perpetual trust and is valued based on the value of the underlying investments held in the trust.

Adopted accounting pronouncements: The Organization adopted ASC 326, Financial Instruments—Credit Losses, as of July 1, 2023, with the cumulative-effect transition method with the required prospective approach. The measurement of expected credit losses under the current expected credit loss (CECL) methodology is applicable to financial assets measured at amortized cost, which include trade receivables, contract assets and noncurrent receivables. An allowance for credit losses under the CECL methodology is determined using the loss-rate approach and measured on a collective (pool) basis when similar risk characteristics exist. Where financial instruments do not share risk characteristics, they are evaluated on an individual basis. The CECL allowance is based on relevant available information, from internal and external sources, relating to past events, current conditions and reasonable and supportable forecasts. The allowance for credit losses as of June 30, 2024, and change in the allowance for credit losses during the year ended June 30, 2024, was not material to the consolidated financial statements.

Prior to adoption of ASC 326, the Organization maintained an allowance for doubtful accounts to reserve for potentially uncollectible receivables. The allowance for doubtful accounts as of June 30, 2023, was not material to the consolidated financial statements.

Changes in the allowance for credit losses for receivables are as follows for the year ended June 30, 2024:

Beginning balance	\$	152,956
Provision for expected credit losses		34,103
Charge-offs		(35,771)
Recoveries		-
Ending balance	\$	<u>151,288</u>

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 1. Nature of Activities and Significant Accounting Policies (Continued)

Subsequent events: The Organization has evaluated subsequent events through February 18, 2025, the date on which the consolidated financial statements were available to be issued.

Note 2. Fair Value of Financial Instruments

The following tables summarize major categories of the Organization's assets measured at fair value on a recurring basis as of June 30, 2024 and 2023:

	2024			
	Level 1	Level 2	Level 3	Total
Investments:				
Money market funds	\$ 14,930	\$ -	\$ -	\$ 14,930
Equity securities:				
Emerging market funds	196,890	-	-	196,890
Preferred stock	25,556	-	-	25,556
Index funds	24,226	-	-	24,226
Convertible securities	25,509	-	-	25,509
Large growth funds	151,701	-	-	151,701
Large cap funds	180,490	-	-	180,490
International emerging	74,873	-	-	74,873
Fixed income securities:				
Index bond funds	56,887	-	-	56,887
Intermediate duration bond funds	181,864	-	-	181,864
Corporate bond funds	83,499	-	-	83,499
Government bond funds	24,968	-	-	24,968
U.S. government securities funds	181,396	-	-	181,396
Real asset funds	63,071	-	-	63,071
Total investments	1,285,860	-	-	1,285,860
Beneficial interest in assets held by others:				
Community foundations	-	156,454	-	156,454
Perpetual trust	-	-	771,868	771,868
Total beneficial interest in assets held by others	-	156,454	771,868	928,322
	\$ 1,285,860	\$ 156,454	\$ 771,868	\$ 2,214,182

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 2. Fair Value of Financial Instruments (Continued)

	2023			
	Level 1	Level 2	Level 3	Total
Investments:				
Money market funds	\$ 15,265	\$ -	\$ -	\$ 15,265
Equity securities:				
Emerging market funds	180,933	-	-	180,933
Preferred stock	23,847	-	-	23,847
Index funds	19,451	-	-	19,451
Convertible securities	24,133	-	-	24,133
Large growth funds	138,746	-	-	138,746
Large cap funds	175,537	-	-	175,537
International emerging	68,627	-	-	68,627
Fixed income securities:				
Index bond funds	32,441	-	-	32,441
Intermediate duration bond funds	152,739	-	-	152,739
Corporate bond funds	97,175	-	-	97,175
Government bond funds	22,534	-	-	22,534
U.S. government securities funds	166,601	-	-	166,601
Real asset funds	58,325	-	-	58,325
Total investments	1,176,354	-	-	1,176,354
Beneficial interest in assets held by others:				
Community foundations	-	149,969	-	149,969
Perpetual trust	-	-	735,447	735,447
Total beneficial interest in assets held by others	-	149,969	735,447	885,416
	<u>\$ 1,176,354</u>	<u>\$ 149,969</u>	<u>\$ 735,447</u>	<u>\$ 2,061,770</u>

The Organization's investments in equity and fixed income securities are not concentrated in a single entity or in a few entities, nor are there any specific industry concentrations.

The board of directors designates a portion of the Organization's cumulative investment return for support of current operations; the remainder is retained to support operations of future years and to offset potential market declines. The fixed amount determined by the board of directors at the beginning of each fiscal year as part of the Organization's budgeting process considers the Organization's long and short-term needs, present and anticipated financial requirements, and expected total return on its investments.

Note 3. Grants Receivable

Grants receivable consist of the following at June 30, 2024 and 2023:

	2024	2023
Managing entity contract	\$ 41,964,926	\$ 37,258,123
Other grants and funding sources	26,356,264	17,490,996
	<u>\$ 68,321,190</u>	<u>\$ 54,749,119</u>

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 4. Property and Equipment

Property and equipment consists of the following at June 30, 2024 and 2023:

	Estimated Useful Lives (Years)	2024	2023
Land	N/A	\$ 2,286,189	\$ 1,848,945
Buildings and improvements	35	8,747,850	5,561,964
Vehicles	3-5	1,541,244	1,530,673
Leasehold improvements	5	10,171,184	8,937,499
Computer equipment and software	3-5	802,108	811,418
Furniture and equipment	2-5	1,786,332	1,781,771
Construction in progress	N/A	4,279,034	2,776,213
		29,613,941	23,248,483
Less accumulated depreciation and amortization		(11,596,074)	(10,091,356)
		<u>\$ 18,017,867</u>	<u>\$ 13,157,127</u>

Depreciation and amortization expense for the years ended June 30, 2024 and 2023, was \$1,628,981 and \$1,246,106, respectively.

Construction commitments totaled \$690,593 and \$3,141,658 as of June 30, 2024 and 2023, respectively. As of June 30, 2024 and 2023, construction in progress projects consisted of the building and renovations of new classrooms and dormitories as well as significant renovations to existing facilities.

Note 5. Beneficial Interest in Assets Held by Others

The Organization has established endowments at the Community Foundations and named itself as the beneficiary. Under the terms of the endowment agreements, the Community Foundation of Broward, Inc. has variance power over the funds and the Community Foundation of Tampa Bay, Inc. does not have variance power over the funds. During 2016, the Organization was notified of its interest as the sole beneficiary of the Charles A. Zerbst Charitable Trust (Zerbst Trust), a perpetual trust established for LSF's benefit and administrated by an independent trustee. Investment income (losses), net of distributions and fees on beneficial interest in assets held by others are recorded as change in value of beneficial interest in assets held by others in the accompanying consolidated statements of activities.

The fair value of the Organization's beneficial interest in assets held by others is as follows:

	2024	2023
Beneficial interest in assets held by others:		
Community Foundation of Broward, Inc.	\$ 149,202	\$ 143,058
Community Foundation of Tampa Bay, Inc.	7,252	6,911
	<u>156,454</u>	<u>149,969</u>
Beneficial interest in perpetual trust:		
Charles A. Zerbst Trust	771,868	735,447
	<u>\$ 928,322</u>	<u>\$ 885,416</u>

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 6. Gifted Land and Facilities

Gifted land and facilities represents the present value of the excess of the aggregate fair rental value of land and building leases over below market rent payments. Gifted facilities represent lease agreements executed in connection with the Organization's Head Start programs operated in Pinellas, Duval and Palm Beach counties. Gifted land represents lease agreements executed in connection with land made available by the City of Miami, City of Homestead, and State of Florida for the purpose of housing Lutheran's Miami Bridge facilities.

Gifted land and facilities are recorded as contributions with donor restrictions and are released from restrictions as expense is recorded. Activity of the gifted facilities during the years ended June 30, 2024 and 2023, is summarized as follows:

	Pinellas Properties	Duval Properties	Palm Beach Properties	Miami Bridge Land	Total
Balance at June 30, 2022	\$ 1,382,906	\$ 601,386	\$ 2,251,803	\$ -	\$ 4,236,095
Contributions	529,750	239,959	419,378	3,915,349	5,104,436
Rent expense	(467,055)	(372,891)	(1,471,972)	(12,047)	(2,323,965)
Balance at June 30, 2023	1,445,601	468,454	1,199,209	3,903,302	7,016,566
Contributions	241,276	187,019	5,932,573	-	6,360,868
Rent expense	(422,063)	(401,538)	(1,335,795)	(144,567)	(2,303,963)
Balance at June 30, 2024	1,264,814	253,935	5,795,987	3,758,735	11,073,471
Less current portion of gifted facilities	(404,333)	(70,496)	(1,078,361)	(144,567)	(1,697,757)
Gifted facilities, less current portion	\$ 860,481	\$ 183,439	\$ 4,717,626	\$ 3,614,168	\$ 9,375,714

Note 7. Accounts Payable

Accounts payable consist of the following at June 30, 2024 and 2023:

	2024	2023
Managing entity contract	\$ 37,039,151	\$ 41,283,595
Trade	4,023,611	4,586,474
	<u>\$ 41,062,762</u>	<u>\$ 45,870,069</u>

Note 8. Line of Credit

The Organization maintains a revolving line of credit with the Lutheran Church Extension Fund-Missouri Synod, an unaffiliated nonprofit organization, with a maximum availability of \$7,250,000. Interest is payable monthly at the lender's cost of funds, which is the weighted-average annual rate of interest plus a spread of up to 3% (5% at June 30, 2024 and 2023). The line of credit is secured by the Organization's grants receivable balance and requires the Organization to meet certain covenants. At June 30, 2024, management believes the Organization was in compliance with these restrictive covenants. There was no outstanding balance on the line of credit at June 30, 2024 and 2023. The line of credit matures on April 4, 2025.

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 9. Note Payable

The Organization entered into a promissory note with Lutheran Church Extension Fund-Missouri Synod in the amount of \$2,750,000, with a maturity date of September 20, 2029. The promissory note is secured by the Organization's grants receivable balance and requires the Organization to meet certain covenants. At June 30, 2024, management believes the Organization was in compliance with these restrictive covenants. The promissory note calls for monthly principal and interest payments of \$28,902, with a fixed interest rate of 4.75% through September 30, 2024. Beginning on October 1, 2024, the interest rate was adjusted based on the lender's cost of funds plus 3% through maturity. The monthly interest payment was adjusted accordingly. The outstanding balance on the note payable at June 30, 2024 and 2023, was \$1,608,761 and \$1,872,343, respectively.

Maturities of the note payable at June 30, 2024, are as follows:

Years ending June 30:	
2025	\$ 276,378
2026	289,795
2027	303,864
2028	318,616
2029	334,084
Thereafter	86,024
	<hr/> 1,608,761
Less current portion	(276,378)
	<hr/> <hr/> \$ 1,332,383

Note 10. Leases

The Organization leases real estate and equipment under operating lease agreements that have initial terms ranging from one to 13 years. Some leases include one or more options to renew, generally at the Organization's sole discretion. In addition, certain leases contain termination options where the rights to terminate are held by either the Organization, the lessor or both parties. These options to extend or terminate a lease are included in the lease terms when it is reasonably certain that the Organization will exercise that option. The Organization's operating leases generally do not contain any material restrictive covenants or residual value guarantees.

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 10. Leases (Continued)

Operating lease cost is recognized on a straight-line basis over the lease term. Finance lease cost is recognized as a combination of the amortization expense for the ROU assets and interest expense for the outstanding lease liabilities, and results in a front-loaded expense pattern over the lease term. The components of lease expense are as follows for the years ended June 30, 2024 and 2023:

	2024	2023
Operating lease cost	\$ 3,300,744	\$ 2,920,769
Finance lease cost—amortization of right-of-use assets	160,888	426,056
Finance lease cost—interest on lease liabilities	18,849	26,558
Short-term lease cost	366,047	182,180
Variable lease cost	184,584	210,324
Sublease income, gross	(23,517)	(16,476)
Total lease cost	<u>\$ 4,007,595</u>	<u>\$ 3,749,411</u>

Total rent expense was approximately \$4,031,000 and \$3,766,000 and is included in occupancy costs in the consolidated statements of functional expenses for the years ended June 30, 2024 and 2023, respectively.

Supplemental consolidated statement of financial position information related to leases is as follows as of June 30, 2024 and 2023:

	2024	2023
Finance leases:		
Buildings and improvements	\$ 1,619,489	\$ 1,619,489
Furniture and equipment	78,860	71,000
Accumulated depreciation	(1,132,628)	(969,170)
Finance lease right-of-use assets, net	<u>\$ 565,721</u>	<u>\$ 721,319</u>
Current maturities of finance lease liabilities	\$ 140,886	\$ 131,580
Finance lease liabilities, non-current	397,360	538,246
Total finance lease liabilities	<u>\$ 538,246</u>	<u>\$ 669,826</u>

	2024	2023
Weighted-average remaining lease term (in years):		
Operating leases	3.99	4.00
Finance leases	3.50	4.51
Weighted-average discount rate:		
Operating leases	3.64%	2.99%
Finance leases	2.90%	2.90%

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 10. Leases (Continued)

Future undiscovered cash flows for each of the next five years and thereafter and reconciliation to the lease liabilities recognized on the consolidated statement of financial position as of June 30, 2024, is as follows:

	Operating Leases	Finance Leases
Years ending June 30:		
2025	\$ 3,039,096	\$ 173,400
2026	2,540,385	173,400
2027	978,580	173,400
2028	521,815	47,179
2029	475,159	-
Thereafter	1,266,707	-
Total lease payments	8,821,742	567,379
Less imputed interest	(637,163)	(29,133)
Total present value of lease liabilities	<u>\$ 8,184,579</u>	<u>\$ 538,246</u>

Note 11. Net Assets

Net assets without donor restrictions are available for the following purposes as of June 30, 2024 and 2023:

	2024	2023
Undesignated	\$ 10,302,247	\$ 7,295,208
Board designated for specified purposes	1,285,860	1,176,354
	<u>\$ 11,588,107</u>	<u>\$ 8,471,562</u>

The board of directors of LSF established a board designated endowment to be used to support operations which was \$1,285,860 and \$1,176,354 as of June 30, 2024 and 2023, respectively.

Net assets with donor restrictions are restricted for the following purposes as of June 30, 2024 and 2023:

	2024	2023
Restricted for specified purposes:		
Facilities and equipment subject to time restrictions	\$ 8,204,691	\$ 6,580,208
Gifted land and facilities	11,073,471	7,016,566
Other	974,414	97,000
	<u>20,252,576</u>	<u>13,693,774</u>
Restricted in perpetuity—endowment:		
Broward County program endowment	149,202	143,058
Tampa Bay program endowment	7,252	6,911
	<u>156,454</u>	<u>149,969</u>
Restricted in perpetuity—beneficial interest:		
Zerbst Trust	771,868	735,447
	<u>\$ 21,180,898</u>	<u>\$ 14,579,190</u>

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 11. Net Assets (Continued)

Net assets with donor restrictions that were released from donor restrictions by incurring expenses satisfying the restricted purposes or by the occurrence of other events specified by donors for the years ended June 30, 2024 and 2023, are as follows:

	2024	2023
Facilities and equipment subject to time restrictions	\$ 1,259,063	\$ 798,147
Rent expense from gifted land and facilities	2,303,963	2,323,965
Other	107,201	110,750
	<u>\$ 3,670,227</u>	<u>\$ 3,232,862</u>

Note 12. Endowment Funds

LSF has a board designated endowment fund included in net assets without donor restrictions which was established by the board of directors for the purpose of supporting the Organization's programs. LSF also has two donor restricted endowment funds which are included in net assets with donor restrictions and consist of funds established with the Community Foundation of Broward, Inc. and the Community Foundation of Tampa Bay, Inc. The earnings on the donor restricted endowment funds are to be used to support program operations and are recorded as net assets with donor restrictions until appropriated to LSF.

Interpretation of relevant law: Effective July 1, 2012, the state of Florida adopted the Uniform Prudent Management of Institutional Funds Act. The board of directors 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 endowment and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

Investment return objectives, risk parameters and strategies: The Organization has adopted investment and spending policies, approved by the board of directors, for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment funds while also preserving the purchasing power of those endowments over the long-term. The policies stipulate that the endowments should be managed as a long-term goal designed to maximize the returns without exposure to undue risk, as defined herein. Whereas it is understood that fluctuating rates of return are characteristic of the securities markets, the greatest concern should be long-term appreciation of the assets and consistency of total portfolio returns. Recognizing that short-term market fluctuations may cause variations in the account performance, the Organization will pursue a strategy seeking to exceed a benchmark return of a target portfolio consisting of approximately 35% fixed income securities, 55% equity securities and 10% real assets for the general endowment fund. Earnings only on the endowment funds held the Community Foundations are used to support programs in those counties.

Spending policy: The Organization has a policy limiting the spending of its permanent endowment funds to interest income that may be withdrawn for use in the county where the endowments are based. From time to time, certain donor-restricted endowment funds may have a fair value less than the amount required to be maintained by donors or by law (underwater endowments). The Organization's policy is to not allow spending from underwater endowments. At June 30, 2024 and 2023, there were no underwater endowment funds with donor restrictions.

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 12. Endowment Funds (Continued)

Endowment net asset composition by type of fund are as follows at June 30, 2024 and 2023:

	2024		
	Without Donor Restrictions	With Donor Restrictions	Total Endowment Net Assets
Board designated endowment	\$ 1,285,860	\$ -	\$ 1,285,860
Broward County program endowment	-	149,202	149,202
Tampa Bay program endowment	-	7,252	7,252
	<u>\$ 1,285,860</u>	<u>\$ 156,454</u>	<u>\$ 1,442,314</u>
	2023		
	Without Donor Restrictions	With Donor Restrictions	Total Endowment Net Assets
Board designated endowment	\$ 1,176,354	\$ -	\$ 1,176,354
Broward County program endowment	-	143,058	143,058
Tampa Bay program endowment	-	6,911	6,911
	<u>\$ 1,176,354</u>	<u>\$ 149,969</u>	<u>\$ 1,326,323</u>

Changes in endowment net assets for the years ended June 30, 2024 and 2023, are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total Endowment Net Assets
Balances at June 30, 2022	\$ 1,088,691	\$ 143,707	\$ 1,232,398
Board designations	6,191	-	6,191
Investment return, net	81,472	15,003	96,475
Appropriations	-	(8,741)	(8,741)
Balances at June 30, 2023	1,176,354	149,969	1,326,323
Investment return, net	109,506	15,399	124,905
Appropriations	-	(8,914)	(8,914)
Balances at June 30, 2024	<u>\$ 1,285,860</u>	<u>\$ 156,454</u>	<u>\$ 1,442,314</u>

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 13. Retirement Plans

The Organization sponsors a 403(b) multiple employer retirement plan (the 403(b) Plan) administered by One America. Under the 403(b) Plan, employees are eligible to participate once they attain the age of 21. The Organization may elect to make matching and nonelective contributions to the 403(b) Plan. Participants' rights to employer contributions vest after three years of service.

The Organization also sponsors a 457(b) multiple employer plan (the 457(b) Plan) administered by One America. Under the 457(b) Plan, eligible employees may participate upon their date of hire. The Organization may elect to contribute matching and nonelective contributions to the 457(b) Plan. Participants' rights to employer contributions vest after one year of service.

Employer contributions to the 403(b) and 457(b) plans for the years ended June 30, 2024 and 2023, were approximately \$1,872,000 and \$1,566,000, respectively.

Note 14. Contingencies

The Organization routinely enters into grant agreements and contracts with governmental agencies that provide for reimbursement of the eligible direct and indirect costs of providing certain of the Organization's program services. The 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, cannot be determined at this time and no provision has been made for any such adjustments in the accompanying consolidated financial statements.

The Organization is involved in legal actions arising during the ordinary course of its operations. The potential loss under these claims is not determinable at this time. Management believes any potential loss would be expected to fall within the Organization's insurance policy limits. The only anticipated financial exposure would be payment of the insurance deductible, a nominal amount. In the opinion of management, no material liability exists with respect to these claims.

During fiscal year 2023 and part of fiscal year 2024, the Organization sponsored a welfare benefit plan (the Plan) which provides medical and prescription drug benefits to its employees. Under the terms of the Plan, the Organization was responsible and self-insured for the first \$185,000 of individual covered claims and was subject to a maximum annual aggregate stop-loss limit, which was \$175,000 for the year ended June 30, 2023. Health insurance expense was based upon premiums paid to the insurer, estimated total cost of claims to be paid by the Organization that fall within the deductible limits described above, and the administrative costs of the Plan. The Organization outsourced administration of claims to a third-party administrator (Meritain). Under the terms of the Meritain agreement, Meritain provided management with an estimate of incurred but not reported claims (IBNR) and the future development of covered claims using an actuarially determined reserve methodology based on current and historical claims development trends, which was recorded in payroll taxes and employee benefits in the accompanying consolidated statements of functional expenses. As of January 1, 2024, the Organization ceased sponsorship of the welfare benefit plan. As of June 30, 2023, accrued estimated health insurance expense under the Plan was approximately \$1,057,000, and is included in accrued salaries and payroll related expenses in the accompanying consolidated statement of financial position. Estimated health insurance expense was approximately \$11,968,000 and \$10,122,000 for the years ended June 30, 2024 and 2023, respectively, which is included in payroll taxes and employee benefits in both program services and supporting services in the accompanying consolidated statements of activities. Actual claims expense may differ from these estimates. At June 30, 2024 and 2023, the Organization had approximately \$195,500 and \$1,159,000, respectively, of funds included in cash and cash equivalents to pay remaining outstanding claims.

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 15. Contributions of Nonfinancial Assets

Contributions of nonfinancial assets included in the consolidated statements of activities are as follows:

	2024	2023
Professional services	\$ 279,330	\$ 189,246
Rent	1,043,715	1,045,916
Food, clothing and household items	1,407,235	1,247,714
Gifted land and facilities	6,360,868	1,189,087
	<u>\$ 9,091,148</u>	<u>\$ 3,671,963</u>

No donated food, clothing and household items or professional services were restricted for use. The Organization estimates the fair value of its contributions of nonfinancial assets in line with FASB ASC 820, Fair Value Measurement. Food, clothing and household items are valued based on the wholesale value that would be received from selling similar products in the United States. Contributed professional services are valued at the estimated fair value based on current rates for similar services. Rent and gifted land and facilities are valued based upon appraisals performed. The Organization utilizes donated materials for their mission and does not monetize or sell the goods.

Donated services for the years ended June 30, 2024 and 2023, with estimated fair values of approximately \$3,948,000 and \$2,876,000, respectively, were not recognized in the accompanying consolidated financial statements because they did not meet the criteria for recognition because they did not require specialized skills and would ordinarily not be purchased if not provided by donation.

Note 16. Matching Requirements

The Organization received a substantial portion of its support from various funding sources which required local matches. Management believes these requirements were met through program service fees, local grants and public donations during the years ended June 30, 2024 and 2023.

Note 17. Liquidity and Availability of Resources

As of June 30, 2024 and 2023, the following reflects the Organization's financial assets, reduced by amounts not available for general use because of contractual or donor-imposed restrictions and board designations, within one year of June 30, 2024 and 2023:

	2024	2023
Financial assets, at year-end:		
Cash and cash equivalents	\$ 26,311,072	\$ 22,550,830
Grants receivable	68,321,190	54,749,119
Program and other receivables, net	2,365,137	1,188,732
Investments	1,285,860	1,176,354
Less those unavailable for general expenditures within one year, due to:		
Contractual or donor-imposed restrictions:		
Restricted by donors with purpose and/or time restrictions	(974,414)	(97,000)
Board designations:		
Board designated for specified purposes	(1,285,860)	(1,176,354)
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 96,022,985</u>	<u>\$ 78,391,681</u>

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 17. Liquidity and Availability of Resources (Continued)

Over 95% of the Organization's annual revenue is composed of cost reimbursement or pass-through contracts. Therefore, there is little ability to generate surplus revenue and maintain large cash balances. As such, the Organization relies on contract advances and prompt funder reimbursements to maintain liquidity. The Organization also maintains a \$7,250,000 line of credit available to meet cash flow needs if necessary.

Note 18. Guardianship Program

In connection with the Organization's guardianship program, the Organization manages funds for individuals who have been declared incapacitated. The Organization is a court-appointed legal guardian for these individuals. Assets managed by the Organization include real property valued in the table below at their fair value on the date the Organization was appointed guardian. Cash and cash equivalents, and investments are included in the table below at current fair value. Income earned on assets managed is applied to each individual's account balance. Assets managed by the Organization are not included in the accompanying consolidated financial statements. The value of assets managed are as follows:

	2024	2023
Cash and cash equivalents	\$ 7,024,457	\$ 7,332,441
Investments in fixed income and equity securities	7,090,724	4,400,605
Real property	5,159,480	5,251,405
Cash surrender value of life insurance and other annuities	543,297	4,246,565
Other	5,317,412	374,478
	<u>\$ 25,135,370</u>	<u>\$ 21,605,494</u>

For the years ended June 30, 2024 and 2023, program service fees earned under the guardianship program were approximately \$706,000 and \$720,000, respectively, and are included in program service fees in the accompanying consolidated statements of activities.

Note 19. Contract With Duval County Staff

The Organization's Head Start program in Duval County includes certain personnel that are employed by the Organization under a collective bargaining agreement. As of June 30, 2024 and 2023, 6% of the Organization's employees were a part of this agreement. The collective bargaining agreement was effective through January 31, 2025, and continues to be effective until a new agreement is entered into. The Organization is currently renegotiating this contract.

Note 20. Conditional Promises to Give

The Organization has conditional promises to give from grantors of approximately \$78,795,000 and \$77,613,000 as of June 30, 2024 and 2023, respectively. Future payments are contingent upon the Organization carrying out certain activities (meeting grant-imposed barriers) stipulated by the grant or contract.

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 21. Business Acquisitions

On June 5, 2023, the Organization became the sole corporate of Miami Bridge, a nonprofit organization that promotes positive youth development and strengthen and support families to enable children to actualize their full potential and become productive community members. The programs operated by Miami Bridge directly align with the Organization's mission and allowed the Organization to expand its impact in the Miami-Dade area.

Effective June 5, 2023, the Organization acquired substantially all the assets and assumed all the liabilities used in connection with the operations of Miami Bridge.

The acquisition was deemed an inherent contribution, as Miami Bridge voluntarily transferred its assets to the Organization. No consideration was transferred by the Organization in the acquisition of Miami Bridge. The Organization has accounted for the acquisition by recording the assets acquired and liabilities assumed at fair value, resulting in an inherent contribution of \$8,256,659. Acquired property and equipment and gifted land was recorded at estimated fair value using unobservable inputs. Management valued these assets based on replacement cost of comparable assets which approximates fair value or appraised values. All other assets acquired were recorded at their net realizable value at the date acquisition with approximates fair value.

The following table summarizes the estimated fair value of assets acquired and liabilities assumed as of June 5, 2023 (acquisition date):

Assets acquired:	
Cash and cash equivalents	\$ 329,883
Accounts receivable	94,662
Prepaid expenses	112,846
Property and equipment	3,932,072
Gifted land	3,915,349
Total assets acquired	<u>8,384,812</u>
Liabilities assumed	
Accounts payable	47,202
Other accrued expenses	5,622
Refundable advances	75,329
Total liabilities assumed	<u>128,153</u>
Inherent contribution	<u>\$ 8,256,659</u>

On January 2, 2024, LSF acquired Hands of Mercy Everywhere, Inc. (HOME), a nonprofit formed for the purpose of providing a Christian home for parenting and pregnant teen moms and adolescent girls in foster care. The programs operated by HOME directly aligned with LSF's mission and allowed the Organization to expand their Florida reach.

Effective January 2, 2024, the Organization acquired substantially all the assets and assumed all the liabilities used in connection with the operations of HOME. Upon acquisition, HOME and its programs were dissolved into LSF.

Lutheran Services Florida, Inc. and Subsidiaries

Notes to Consolidated Financial Statements

Note 21. Business Acquisitions (Continued)

The acquisition was deemed an inherent contribution, as HOME voluntarily transferred its assets to the Organization. No consideration was transferred by the Organization in the acquisition of HOME. The Organization has accounted for the acquisition by recording the assets acquired and liabilities assumed at fair value, resulting in an inherent contribution of approximately \$3,982,000. Acquired property and equipment and gifted land was recorded at estimated fair value based upon appraised values.

Management valued these assets based on replacement cost of comparable assets which approximates fair value or appraised values. All other assets acquired were recorded at their net realizable value at the date acquisition with approximates fair value.

Assets acquired:

Cash and cash equivalents	\$ 849,011
Accounts receivable	296,978
Property and equipment	2,841,504
Other assets	17,518
Total assets acquired	<u>4,005,011</u>

Liabilities assumed:

Other accrued expenses	<u>23,026</u>
Total liabilities assumed	<u>23,026</u>
Inherent contribution	<u>\$ 3,981,985</u>

Note 22. Subsequent Events

On August 23, 2024, the Organization entered into a loan agreement with the Lutheran Church Extension Fund - Missouri Synod. The loan agreement provides for a principal amount of \$600,000, with an initial variable interest rate of 6.25% per annum, and a maturity date of August 23, 2034. Each year thereafter, the interest rate may change based on the lenders cost of funds plus 3%.

In January 2025, the president of the United States of America (the President) issued several executive orders that impact federal assistance programs. Federal agencies are required to review their programs to ensure compliance with the President's executive orders. The Organization received Stop Work notifications from certain federal agencies and from organizations in which they are subawardees as a result of an executive order titled Reevaluating and Realigning United States Foreign Aid signed by the President. The executive order required a 90-day pause on all U.S. foreign development assistance programs in order to conduct a review. The Organization recognized revenue from federal awards of approximately \$200 million for the year ended June 30, 2024. Approximately \$59 million remained in accounts receivable due from federal and pass-through agencies as of June 30, 2024, which has subsequently been collected in full. The Organization is currently evaluating this and the other executive orders signed by the President to determine their impact on the Organization and its programs.

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Government Grants and Contracts Year Ended June 30, 2024

Direct federal funding:	
U.S. Department of Health and Human Services	\$ 70,371,011
Pass-through awards of federal and state funding:	
State of Florida Department of Children and Families	228,348,904
State of Florida Department of Health	8,062,798
Children's Network of Southwest Florida, LLC	7,235,061
Family Support Services of Suncoast, LLC	11,155,097
Florida Network of Youth and Family Services, Inc.	7,080,846
Childnet, Inc.	5,327,180
Safe Children's Coalition Inc.	4,231,284
Partnership for Strong Families	3,301,764
Children's Network Hillsborough County	4,128,210
Kids Central Inc.	5,532,434
Heartland for Children	5,752,522
Citrus Health Family Care Network	1,434,015
Global Refuge	8,834,139
Voluntary Pre-Kindergarten	1,727,675
Youth Co-Op	2,554,000
Hillsborough County, State of Florida	1,945,104
State of Florida Department of Elder Affairs	1,113,553
Northwest Florida Health Network	20,314
State of Florida Office of Attorney General	243,604
U.S. Committee for Refugees and Immigrants	217,929
National Children's Alliance	60,000
University of South Florida	70,659
Hillsborough County Public Schools	61,500
Lee County BOCC Human & Veteran Services	206,346
City of Homestead	60,000
Broward County	301,864
Marion County	224,634
	<u>309,231,436</u>
Local and other grants and contracts:	
State of Florida Department of Children and Families	26,287,964
Children's Services Council of Palm Beach County	4,929,944
Children's Board of Hillsborough County	2,466,164
Lee County, State of Florida	429,450
Embrace Families Orlando	272,631
Northwest Florida Health Network - Circuit 1	248,203
Florida Network of Youth and Family Services, Inc. (DV Respite)	240,505
Family Endeavors, Inc dba Endeavors	240,085
Kids Central Inc.	223,582
DCF - Host Homes	216,370
The Children's Trust	102,114
Northwest Florida Health Network - Circuit 2	101,809
Partnership for Strong Families	93,017
Global Refuge (MOUs)	86,460
Family Support Services of North Florida, Inc.	85,502
Jacksonville Sheriff's Office	73,470
Hernando County BOCC	59,753
Children's Network of Southwest Florida, LLC	57,962
Florida Blue Foundation	24,703
Kids Hope Alliance	11,251
Heartland for Children	7,964
Sarasota County, State of Florida	7,836
Broward County	5,000
Other	125,929
	<u>36,397,668</u>
Total government grants and contracts	<u>\$ 416,000,115</u>

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues
Budget Period July 1, 2023 Through June 30, 2024

State-Designated SAMH Cost Centers State SAMH-Funded Cost Centers AMH/CMH/ASA/CSA												
Part I: Actual Funding Sources and Revenues: Funding Sources and Revenues	Assessment	Case Management	Crisis Stabilization	Crisis Support/ Emergency	Day Care	Day Treatment	Drop-In/Self Help Center	In-Home & Onsite	Impatient	Intensive Case Management	Intervention (Indiv.)	Medical Services
IA. State SAMH funding												
Contract EH003	\$ 1,494,970	\$ 5,604,952	\$ 20,897,162	\$ 27,495,905	\$ 160,166	\$ 1,321,066	\$ 739,530	\$ 205,999	\$ 1,104,118	\$ 140,264	\$ 1,455,113	\$ 7,081,993
Contract EH003—carryover	-	-	-	-	-	-	-	-	-	-	-	-
Total state SAMH funding	1,494,970	5,604,952	20,897,162	27,495,905	160,166	1,321,066	739,530	205,999	1,104,118	140,264	1,455,113	7,081,993
IB. Other government funding												
(1) Other state agency funding	-	-	-	-	-	-	-	-	-	-	-	-
(2) Medicaid	-	-	-	-	-	-	-	-	-	-	-	-
(3) Local government	-	-	-	-	-	-	-	-	-	-	-	-
(4) Federal grants and contracts	-	-	-	-	-	-	-	-	-	-	-	-
(5) In-kind from local government only	-	-	-	-	-	-	-	-	-	-	-	-
Total other government funding	-	-	-	-	-	-	-	-	-	-	-	-
IC. All other revenues												
(1) First and second party payments	-	-	-	-	-	-	-	-	-	-	-	-
(2) Third-party payments (except Medicare)	-	-	-	-	-	-	-	-	-	-	-	-
(3) Medicare	-	-	-	-	-	-	-	-	-	-	-	-
(4) Contributions and donations	-	-	-	-	-	-	-	-	-	-	-	-
(5) Other	-	-	-	-	-	-	-	-	-	-	-	-
(6) Refunds	-	-	-	-	-	-	-	-	-	-	-	-
(7) In-kind	-	-	-	-	-	-	-	-	-	-	-	-
Total all other revenues	-	-	-	-	-	-	-	-	-	-	-	-
Total funding	\$ 1,494,970	\$ 5,604,952	\$ 20,897,162	\$ 27,495,905	\$ 160,166	\$ 1,321,066	\$ 739,530	\$ 205,999	\$ 1,104,118	\$ 140,264	\$ 1,455,113	\$ 7,081,993

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Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

State-Designated SAMH Cost Centers State SAMH-Funded Cost Centers AMH/CMH/ASA/CSA													
Part I: Actual Funding Sources and Revenues:	Medication- Assisted Transactions	Outpatient (Indiv.)	Outreach	Residential I	Residential II	Residential III	Residential IV	Respite Services	Impatient Detoxification	Supported Employment	Supportive Housing/ Living	TASC	
IA. State SAMH funding													
Contract EH003	\$ 5,763,286	\$ 2,895,890	\$ 6,524,143	\$ 4,217,397	\$ 28,348,501	\$ -	\$ 747,586	\$ 593,562	\$ 9,424,585	\$ 531,186	\$ 584,134	\$ 30,428	
Contract EH003—carryover	-	-	-	-	-	-	-	-	-	-	-	-	
Total state SAMH funding	5,763,286	2,895,890	6,524,143	4,217,397	28,348,501	-	747,586	593,562	9,424,585	531,186	584,134	30,428	
IB. Other government funding													
(1) Other state agency funding	-	-	-	-	-	-	-	-	-	-	-	-	
(2) Medicaid	-	-	-	-	-	-	-	-	-	-	-	-	
(3) Local government	-	-	-	-	-	-	-	-	-	-	-	-	
(4) Federal grants and contracts	-	-	-	-	-	-	-	-	-	-	-	-	
(5) In-kind from local government only	-	-	-	-	-	-	-	-	-	-	-	-	
Total other government funding	-	-	-	-	-	-	-	-	-	-	-	-	
IC. All other revenues													
(1) First and second party payments	-	-	-	-	-	-	-	-	-	-	-	-	
(2) Third-party payments (except Medicare)	-	-	-	-	-	-	-	-	-	-	-	-	
(3) Medicare	-	-	-	-	-	-	-	-	-	-	-	-	
(4) Contributions and donations	-	-	-	-	-	-	-	-	-	-	-	-	
(5) Other	-	-	-	-	-	-	-	-	-	-	-	-	
(6) Refunds	-	-	-	-	-	-	-	-	-	-	-	-	
(7) In-kind	-	-	-	-	-	-	-	-	-	-	-	-	
Total all other revenues	-	-	-	-	-	-	-	-	-	-	-	-	
Total funding	\$ 5,763,286	\$ 2,895,890	\$ 6,524,143	\$ 4,217,397	\$ 28,348,501	\$ -	\$ 747,586	\$ 593,562	\$ 9,424,585	\$ 531,186	\$ 584,134	\$ 30,428	

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

Part I: Actual Funding Sources and Revenues: Funding Sources and Revenues	State-Designated SAMH Cost Centers State SAMH-Funded Cost Centers AMH/CMH/ASA/CSA											
	Incidental Expenses	Aftercare (Indiv.)	Information and Referral	Outpatient Detoxification	Outpatient Group	R&B with Supplement I	R&B with Supplement II	R&B with Supplement III	Short-Term Residential	MH Clubhouse	Intervention (Group)	After (Group)
IA. State SAMH funding												
Contract EH003	\$ 2,870,835	\$ 47,731	\$ 3,820,663	\$ -	\$ 627,518	\$ 349,337	\$ 6,976,660	\$ 1,755,735	\$ -	\$ 980,281	\$ 222,113	\$ 18,826
Contract EH003—carryover	-	-	-	-	-	-	-	-	-	-	-	-
Total state SAMH funding	2,870,835	47,731	3,820,663	-	627,518	349,337	6,976,660	1,755,735	-	980,281	222,113	18,826
IB. Other government funding												
(1) Other state agency funding	-	-	-	-	-	-	-	-	-	-	-	-
(2) Medicaid	-	-	-	-	-	-	-	-	-	-	-	-
(3) Local government	-	-	-	-	-	-	-	-	-	-	-	-
(4) Federal grants and contracts	-	-	-	-	-	-	-	-	-	-	-	-
(5) In-kind from local government only	-	-	-	-	-	-	-	-	-	-	-	-
Total other government funding	-	-	-	-	-	-	-	-	-	-	-	-
IC. All other revenues												
(1) First and second party payments	-	-	-	-	-	-	-	-	-	-	-	-
(2) Third-party payments (except Medicare)	-	-	-	-	-	-	-	-	-	-	-	-
(3) Medicare	-	-	-	-	-	-	-	-	-	-	-	-
(4) Contributions and donations	-	-	-	-	-	-	-	-	-	-	-	-
(5) Other	-	-	-	-	-	-	-	-	-	-	-	-
(6) Refunds	-	-	-	-	-	-	-	-	-	-	-	-
(7) In-kind	-	-	-	-	-	-	-	-	-	-	-	-
Total all other revenues	-	-	-	-	-	-	-	-	-	-	-	-
Total funding	\$ 2,870,835	\$ 47,731	\$ 3,820,663	\$ -	\$ 627,518	\$ 349,337	\$ 6,976,660	\$ 1,755,735	\$ -	\$ 980,281	\$ 222,113	\$ 18,826

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

State-Designated SAMH Cost Centers State SAMH-Funded Cost Centers AMH/CMH/ASA/CSA												
Part I: Actual Funding Sources and Revenues:	CCST	CCST	Recovery	Recovery	Prevention-	Prevention-	Prevention-	Prevention-	Care	HIV Early	Forensic	
Funding Sources and Revenues	(Indiv)	(Group)	Support	Support	Indicated	Selective	Universal	Universal	Coordination	Intervention	Multidisciplinary	BNET
IA. State SAMH funding			(Indiv.)	(Group)			Direct	Indirect		Services	Team	
Contract EH003	\$ -	\$ -	\$ 699,523	\$ 94,567	\$ 424,655	\$ 192,479	\$ 3,886,217	\$ 5,484,334	\$ 666,382	\$ 123,143	\$ 2,280,769	\$ 697,989
Contract EH003—carryover	-	-	-	-	-	-	-	-	-	-	-	-
Total state SAMH funding	-	-	699,523	94,567	424,655	192,479	3,886,217	5,484,334	666,382	123,143	2,280,769	697,989
IB. Other government funding												
(1) Other state agency funding	-	-	-	-	-	-	-	-	-	-	-	-
(2) Medicaid	-	-	-	-	-	-	-	-	-	-	-	-
(3) Local government	-	-	-	-	-	-	-	-	-	-	-	-
(4) Federal grants and contracts	-	-	-	-	-	-	-	-	-	-	-	-
(5) In-kind from local government only	-	-	-	-	-	-	-	-	-	-	-	-
Total other government funding	-	-	-	-	-	-	-	-	-	-	-	-
IC. All other revenues												
(1) First and second party payments	-	-	-	-	-	-	-	-	-	-	-	-
(2) Third-party payments (except Medicare)	-	-	-	-	-	-	-	-	-	-	-	-
(3) Medicare	-	-	-	-	-	-	-	-	-	-	-	-
(4) Contributions and donations	-	-	-	-	-	-	-	-	-	-	-	-
(5) Other	-	-	-	-	-	-	-	-	-	-	-	-
(6) Refunds	-	-	-	-	-	-	-	-	-	-	-	-
(7) In-kind	-	-	-	-	-	-	-	-	-	-	-	-
Total all other revenues	-	-	-	-	-	-	-	-	-	-	-	-
Total funding	\$ -	\$ -	\$ 699,523	\$ 94,567	\$ 424,655	\$ 192,479	\$ 3,886,217	\$ 5,484,334	\$ 666,382	\$ 123,143	\$ 2,280,769	\$ 697,989

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

State-Designated SAMH Cost Centers State SAMH-Funded Cost Centers AMH/CMH/ASA/CSA									
Part I: Actual Funding Sources and Revenues:	FIT Team	Central Receiving System	First Episode Team	Self-Directed Care	Federal Project Grant	Local Diversion Forensic Project	Disaster Behavioral Health	Network Evaluation and Development	Transition Voucher
Funding Sources and Revenues									
IA. State SAMH funding									
Contract EH003	\$ 3,615,171	\$ 1,925,489	\$ 2,129,834	\$ -	\$ 2,998,713	\$ 1,610,053	\$ -	\$ 722,590	\$ 215,857
Contract EH003—carryover	-	-	-	-	-	-	-	-	-
Total state SAMH funding	3,615,171	1,925,489	2,129,834	-	2,998,713	1,610,053	-	722,590	215,857
IB. Other government funding									
(1) Other state agency funding	-	-	-	-	-	-	-	-	-
(2) Medicaid	-	-	-	-	-	-	-	-	-
(3) Local government	-	-	-	-	-	-	-	-	-
(4) Federal grants and contracts	-	-	-	-	-	-	-	-	-
(5) In-kind from local government only	-	-	-	-	-	-	-	-	-
Total other government funding	-	-	-	-	-	-	-	-	-
IC. All other revenues									
(1) First and second party payments	-	-	-	-	-	-	-	-	-
(2) Third-party payments (except Medicare)	-	-	-	-	-	-	-	-	-
(3) Medicare	-	-	-	-	-	-	-	-	-
(4) Contributions and donations	-	-	-	-	-	-	-	-	-
(5) Other	-	-	-	-	-	-	-	-	-
(6) Refunds	-	-	-	-	-	-	-	-	-
(7) In-kind	-	-	-	-	-	-	-	-	-
Total all other revenues	-	-	-	-	-	-	-	-	-
Total funding	\$ 3,615,171	\$ 1,925,489	\$ 2,129,834	\$ -	\$ 2,998,713	\$ 1,610,053	\$ -	\$ 722,590	\$ 215,857

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

Part I: Actual Funding Sources and Revenues: Funding Sources and Revenues	State-Designated SAMH Cost Centers State SAMH-Funded Cost Centers AMH/CMH/ASA/CSA										Community Action Treatment (CAT) Teams for Ages 0-10	Multi- Disciplinary Child Welfare Teams	Total for AMH/CMH/ ASA/CSA
	Cost Reimbursement	CAT Team	FACT Team	Provider Proviso Projects	Wraparound Projects	FFPSA Training Projects	LATTERS Projects	Other Bundled Projects	Sustainability Payment				
IA. State SAMH funding													
Contract EH003	\$ 10,860,811	\$ 12,375,000	\$ 4,290,682	\$ 4,385,871	\$ 258,657	\$ 1,007,207	\$ 422,486	\$ 26,032,181	\$ -	\$ -	\$ -	\$ 323,206	\$ 232,755,501
Contract EH003—carryover	-	-	-	-	-	-	-	-	-	-	-	-	-
Total state SAMH funding	10,860,811	12,375,000	4,290,682	4,385,871	258,657	1,007,207	422,486	26,032,181	-	-	-	323,206	232,755,501
IB. Other government funding													
(1) Other state agency funding	-	-	-	-	-	-	-	-	-	-	-	-	-
(2) Medicaid	-	-	-	-	-	-	-	-	-	-	-	-	-
(3) Local government	-	-	-	-	-	-	-	-	-	-	-	-	-
(4) Federal grants and contracts	-	-	-	-	-	-	-	-	-	-	-	-	-
(5) In-kind from local government only	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other government funding	-	-	-	-	-	-	-	-	-	-	-	-	-
IC. All other revenues													
(1) First and second party payments	-	-	-	-	-	-	-	-	-	-	-	-	-
(2) Third-party payments (except Medicare)	-	-	-	-	-	-	-	-	-	-	-	-	-
(3) Medicare	-	-	-	-	-	-	-	-	-	-	-	-	-
(4) Contributions and donations	-	-	-	-	-	-	-	-	-	-	-	-	-
(5) Other	-	-	-	-	-	-	-	-	-	-	-	-	-
(6) Refunds	-	-	-	-	-	-	-	-	-	-	-	-	-
(7) In-kind	-	-	-	-	-	-	-	-	-	-	-	-	-
Total all other revenues	-	-	-	-	-	-	-	-	-	-	-	-	-
Total funding	\$ 10,860,811	\$ 12,375,000	\$ 4,290,682	\$ 4,385,871	\$ 258,657	\$ 1,007,207	\$ 422,486	\$ 26,032,181	\$ -	\$ -	\$ -	\$ 323,206	\$ 232,755,501

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

Part I: Actual Funding Sources and Revenues: Funding Sources and Revenues	ME Administrative Services	Total for State SAMH-Funded Cost Centers	Total for Non- State-Funded SAMH Cost Centers	Total for all State Designated SAMH-Funded Cost Centers	Non-SAMH Cost Centers	Total Funding
IA. State SAMH funding						
Contract EH003	\$ 7,265,704	\$ 232,755,501	\$ -	\$ 240,021,205	\$ -	\$ 240,021,205
Contract EH003—carryover	-	1,249,508	-	1,249,508	-	1,249,508
Total state SAMH funding	7,265,704	234,005,009	-	241,270,713	-	241,270,713
IB. Other government funding						
(1) Other state agency funding	-	-	-	-	16,683,795	16,683,795
(2) Medicaid	-	-	-	-	-	-
(3) Local government	-	-	-	-	36,311,105	36,311,105
(4) Federal grants and contracts	-	-	-	-	147,935,903	147,935,903
(5) In-kind from local government only	-	-	-	-	-	-
Total other government funding	-	-	-	-	200,930,803	200,930,803
IC. All other revenues						
(1) First and second party payments	-	-	-	-	1,047,470	1,047,470
(2) Third-party payments (except Medicare)	-	-	-	-	-	-
(3) Medicare	-	-	-	-	-	-
(4) Contributions and donations	-	-	-	-	4,976,662	4,976,662
(5) Other	-	-	-	-	1,228,491	1,228,491
(6) Refunds	-	-	-	-	-	-
(7) In-kind	-	-	-	-	9,031,106	9,031,106
Total all other revenues	-	-	-	-	16,283,729	16,283,729
Total funding	\$ 7,265,704	\$ 234,005,009	\$ -	\$ 241,270,713	\$ 217,214,532	\$ 458,485,245

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

State-Designated SAMH Cost Centers State SAMH-Funded Cost Centers AMH/CMH/ASA/CSA												
Part II: Actual Expenses:	Assessment	Case Management	Crisis Stabilization	Crisis Support/ Emergency	Day Care	Day Treatment	Drop-In/Self Help Center	In-Home & Onsite	Impatient	Intensive Case Management	Intervention (Indiv.)	Medical Services
Funding Sources and Revenues												
IIA. Personnel expenses												
(1) Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(2) Fringe benefits	-	-	-	-	-	-	-	-	-	-	-	-
Total personnel expenses	-	-	-	-	-	-	-	-	-	-	-	-
IIB. Other expenses												
(1) Building occupancy	-	-	-	-	-	-	-	-	-	-	-	-
(2) Professional services	-	-	-	-	-	-	-	-	-	-	-	-
(3) Travel	-	-	-	-	-	-	-	-	-	-	-	-
(4) Equipment	-	-	-	-	-	-	-	-	-	-	-	-
(5) Food services	-	-	-	-	-	-	-	-	-	-	-	-
(6) Medical and pharmacy	-	-	-	-	-	-	-	-	-	-	-	-
(7) Subcontracted services												
From northeast region	1,494,970	5,604,952	20,897,162	27,495,905	160,166	1,321,066	739,530	205,999	1,104,118	140,264	1,455,113	7,081,993
Other	-	-	-	-	-	-	-	-	-	-	-	-
(8) Insurance	-	-	-	-	-	-	-	-	-	-	-	-
(9) Interest paid	-	-	-	-	-	-	-	-	-	-	-	-
(10) Operating supplies and expenses	-	-	-	-	-	-	-	-	-	-	-	-
(11) Other	-	-	-	-	-	-	-	-	-	-	-	-
(12) Donated items	-	-	-	-	-	-	-	-	-	-	-	-
Total other expenses	1,494,970	5,604,952	20,897,162	27,495,905	160,166	1,321,066	739,530	205,999	1,104,118	140,264	1,455,113	7,081,993
Total personnel and other expenses	1,494,970	5,604,952	20,897,162	27,495,905	160,166	1,321,066	739,530	205,999	1,104,118	140,264	1,455,113	7,081,993
IIC. Distributed indirect costs												
(a) Other support costs (optional)	-	-	-	-	-	-	-	-	-	-	-	-
(b) Administration	-	-	-	-	-	-	-	-	-	-	-	-
Total distributed indirect costs	-	-	-	-	-	-	-	-	-	-	-	-
Total actual operating expenses	1,494,970	5,604,952	20,897,162	27,495,905	160,166	1,321,066	739,530	205,999	1,104,118	140,264	1,455,113	7,081,993
IID. Unallowable costs	-	-	-	-	-	-	-	-	-	-	-	-
Total allowable operating expenses	\$ 1,494,970	\$ 5,604,952	\$ 20,897,162	\$ 27,495,905	\$ 160,166	\$ 1,321,066	\$ 739,530	\$ 205,999	\$ 1,104,118	\$ 140,264	\$ 1,455,113	\$ 7,081,993
IIIE. Capital expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

	State-Designated SAMH Cost Centers State SAMH-Funded Cost Centers AMH/CMH/ASA/CSA											
	Medication- Assisted Transactions	Outpatient (Indiv.)	Outreach	Residential I	Residential II	Residential III	Residential IV	Respite Services	Impatient Detoxification	Supported Employment	Supportive Housing/ Living	TASC
Part II: Actual Expenses:												
Funding Sources and Revenues												
IIA. Personnel Expenses												
(1) Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(2) Fringe benefits	-	-	-	-	-	-	-	-	-	-	-	-
Total personnel expenses	-	-	-	-	-	-	-	-	-	-	-	-
IIB. Other expenses												
(1) Building occupancy	-	-	-	-	-	-	-	-	-	-	-	-
(2) Professional services	-	-	-	-	-	-	-	-	-	-	-	-
(3) Travel	-	-	-	-	-	-	-	-	-	-	-	-
(4) Equipment	-	-	-	-	-	-	-	-	-	-	-	-
(5) Food services	-	-	-	-	-	-	-	-	-	-	-	-
(6) Medical and pharmacy	-	-	-	-	-	-	-	-	-	-	-	-
(7) Subcontracted services												
From northeast region	5,763,286	2,895,890	6,524,143	4,217,397	28,348,501	-	747,586	593,562	9,424,585	531,186	584,134	30,428
Other	-	-	-	-	-	-	-	-	-	-	-	-
(8) Insurance	-	-	-	-	-	-	-	-	-	-	-	-
(9) Interest paid	-	-	-	-	-	-	-	-	-	-	-	-
(10) Operating supplies and expenses	-	-	-	-	-	-	-	-	-	-	-	-
(11) Other	-	-	-	-	-	-	-	-	-	-	-	-
(12) Donated items	-	-	-	-	-	-	-	-	-	-	-	-
Total other expenses	5,763,286	2,895,890	6,524,143	4,217,397	28,348,501	-	747,586	593,562	9,424,585	531,186	584,134	30,428
Total personnel and other expenses	5,763,286	2,895,890	6,524,143	4,217,397	28,348,501	-	747,586	593,562	9,424,585	531,186	584,134	30,428
IIC. Distributed indirect costs												
(a) Other support costs (optional)	-	-	-	-	-	-	-	-	-	-	-	-
(b) Administration	-	-	-	-	-	-	-	-	-	-	-	-
Total distributed indirect costs	-	-	-	-	-	-	-	-	-	-	-	-
Total actual operating expenses	5,763,286	2,895,890	6,524,143	4,217,397	28,348,501	-	747,586	593,562	9,424,585	531,186	584,134	30,428
IID. Unallowable costs	-	-	-	-	-	-	-	-	-	-	-	-
Total allowable operating expenses	\$ 5,763,286	\$ 2,895,890	\$ 6,524,143	\$ 4,217,397	\$ 28,348,501	\$ -	\$ 747,586	\$ 593,562	\$ 9,424,585	\$ 531,186	\$ 584,134	\$ 30,428
IIIE. Capital expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

	State-Designated SAMH Cost Centers State SAMH-Funded Cost Centers AMH/CMH/ASA/CSA											
	Incidental Expenses	Aftercare (Indiv.)	Information and Referral	Outpatient Detoxification	Outpatient Group	R&B with Supplement I	R&B with Supplement II	R&B with Supplement III	Short-Term Residential	MH Clubhouse	Intervention (Group)	After (Group)
Part II: Actual Expenses:												
Funding Sources and Revenues												
IIA. Personnel expenses												
(1) Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(2) Fringe benefits	-	-	-	-	-	-	-	-	-	-	-	-
Total personnel expenses	-	-	-	-	-	-	-	-	-	-	-	-
IIB. Other expenses												
(1) Building occupancy	-	-	-	-	-	-	-	-	-	-	-	-
(2) Professional services	-	-	-	-	-	-	-	-	-	-	-	-
(3) Travel	-	-	-	-	-	-	-	-	-	-	-	-
(4) Equipment	-	-	-	-	-	-	-	-	-	-	-	-
(5) Food services	-	-	-	-	-	-	-	-	-	-	-	-
(6) Medical and pharmacy	-	-	-	-	-	-	-	-	-	-	-	-
(7) Subcontracted services												
From northeast region	2,870,835	47,731	3,820,663	-	627,518	349,337	6,976,660	1,755,735	-	980,281	222,113	18,826
Other	-	-	-	-	-	-	-	-	-	-	-	-
(8) Insurance	-	-	-	-	-	-	-	-	-	-	-	-
(9) Interest paid	-	-	-	-	-	-	-	-	-	-	-	-
(10) Operating supplies and expenses	-	-	-	-	-	-	-	-	-	-	-	-
(11) Other	-	-	-	-	-	-	-	-	-	-	-	-
(12) Donated items	-	-	-	-	-	-	-	-	-	-	-	-
Total other expenses	2,870,835	47,731	3,820,663	-	627,518	349,337	6,976,660	1,755,735	-	980,281	222,113	18,826
Total personnel and other expenses	2,870,835	47,731	3,820,663	-	627,518	349,337	6,976,660	1,755,735	-	980,281	222,113	18,826
IIC. Distributed indirect costs												
(a) Other support costs (optional)	-	-	-	-	-	-	-	-	-	-	-	-
(b) Administration	-	-	-	-	-	-	-	-	-	-	-	-
Total distributed indirect costs	-	-	-	-	-	-	-	-	-	-	-	-
Total actual operating expenses	2,870,835	47,731	3,820,663	-	627,518	349,337	6,976,660	1,755,735	-	980,281	222,113	18,826
IID. Unallowable costs	-	-	-	-	-	-	-	-	-	-	-	-
Total allowable operating expenses	\$ 2,870,835	\$ 47,731	\$ 3,820,663	\$ -	\$ 627,518	\$ 349,337	\$ 6,976,660	\$ 1,755,735	\$ -	\$ 980,281	\$ 222,113	\$ 18,826
IIIE. Capital expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

State-Designated SAMH Cost Centers State SAMH-Funded Cost Centers AMH/CMH/ASA/CSA												
Part II: Actual Expenses:	CCST	CCST	Recovery	Recovery	Prevention-	Prevention-	Prevention-	Prevention-	Care	HIV Early	Forensic	
Funding Sources and Revenues	(Indiv)	(Group)	Support	Support	Indicated	Selective	Universal	Universal	Coordination	Intervention	Multidisciplinary	BNET
			(Indiv.)	(Group)			Direct	Indirect		Services	Team	
IIA. Personnel expenses												
(1) Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(2) Fringe benefits	-	-	-	-	-	-	-	-	-	-	-	-
Total personnel expenses	-	-	-	-	-	-	-	-	-	-	-	-
IIB. Other expenses												
(1) Building occupancy	-	-	-	-	-	-	-	-	-	-	-	-
(2) Professional services	-	-	-	-	-	-	-	-	-	-	-	-
(3) Travel	-	-	-	-	-	-	-	-	-	-	-	-
(4) Equipment	-	-	-	-	-	-	-	-	-	-	-	-
(5) Food services	-	-	-	-	-	-	-	-	-	-	-	-
(6) Medical and pharmacy	-	-	-	-	-	-	-	-	-	-	-	-
(7) Subcontracted services												
From northeast region	-	-	699,523	94,567	424,655	192,479	3,886,217	5,484,334	666,382	123,143	2,280,769	697,989
Other	-	-	-	-	-	-	-	-	-	-	-	-
(8) Insurance	-	-	-	-	-	-	-	-	-	-	-	-
(9) Interest paid	-	-	-	-	-	-	-	-	-	-	-	-
(10) Operating supplies and expenses	-	-	-	-	-	-	-	-	-	-	-	-
(11) Other	-	-	-	-	-	-	-	-	-	-	-	-
(12) Donated items	-	-	-	-	-	-	-	-	-	-	-	-
Total other expenses	-	-	699,523	94,567	424,655	192,479	3,886,217	5,484,334	666,382	123,143	2,280,769	697,989
Total personnel and other expenses	-	-	699,523	94,567	424,655	192,479	3,886,217	5,484,334	666,382	123,143	2,280,769	697,989
IIC. Distributed indirect costs												
(a) Other support costs (optional)	-	-	-	-	-	-	-	-	-	-	-	-
(b) Administration	-	-	-	-	-	-	-	-	-	-	-	-
Total distributed indirect costs	-	-	-	-	-	-	-	-	-	-	-	-
Total actual operating expenses	-	-	699,523	94,567	424,655	192,479	3,886,217	5,484,334	666,382	123,143	2,280,769	697,989
IID. Unallowable costs	-	-	-	-	-	-	-	-	-	-	-	-
Total allowable operating expenses	\$ -	\$ -	\$ 699,523	\$ 94,567	\$ 424,655	\$ 192,479	\$ 3,886,217	\$ 5,484,334	\$ 666,382	\$ 123,143	\$ 2,280,769	\$ 697,989
IIE. Capital expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

State-Designated SAMH Cost Centers State SAMH-Funded Cost Centers AMH/CMH/ASA/CSA									
Part II: Actual Expenses:	FIT	Central	First Episode	Self-Directed	Federal	Local	Disaster	Network	Transition
Funding Sources and Revenues	Team	Receiving	Team	Care	Project Grant	Diversion	Behavioral	Evaluation and	Voucher
		System				Forensic	Health	Development	
I. A. Personnel expenses						Project			
(1) Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(2) Fringe benefits	-	-	-	-	-	-	-	-	-
Total personnel expenses	-	-	-	-	-	-	-	-	-
I. B. Other expenses									
(1) Building occupancy	-	-	-	-	-	-	-	-	-
(2) Professional services	-	-	-	-	-	-	-	-	-
(3) Travel	-	-	-	-	-	-	-	-	-
(4) Equipment	-	-	-	-	-	-	-	-	-
(5) Food services	-	-	-	-	-	-	-	-	-
(6) Medical and pharmacy	-	-	-	-	-	-	-	-	-
(7) Subcontracted services									
From northeast region	3,615,171	1,925,489	2,129,834	-	2,998,713	1,610,053	-	722,590	215,857
Other	-	-	-	-	-	-	-	-	-
(8) Insurance	-	-	-	-	-	-	-	-	-
(9) Interest paid	-	-	-	-	-	-	-	-	-
(10) Operating supplies and expenses	-	-	-	-	-	-	-	-	-
(11) Other	-	-	-	-	-	-	-	-	-
(12) Donated items	-	-	-	-	-	-	-	-	-
Total other expenses	3,615,171	1,925,489	2,129,834	-	2,998,713	1,610,053	-	722,590	215,857
Total personnel and other expenses	3,615,171	1,925,489	2,129,834	-	2,998,713	1,610,053	-	722,590	215,857
I. C. Distributed indirect costs									
(a) Other support costs (optional)	-	-	-	-	-	-	-	-	-
(b) Administration	-	-	-	-	-	-	-	-	-
Total distributed indirect costs	-	-	-	-	-	-	-	-	-
Total actual operating expenses	3,615,171	1,925,489	2,129,834	-	2,998,713	1,610,053	-	722,590	215,857
I. D. Unallowable costs	-	-	-	-	-	-	-	-	-
Total allowable operating expenses	\$ 3,615,171	\$ 1,925,489	\$ 2,129,834	\$ -	\$ 2,998,713	\$ 1,610,053	\$ -	\$ 722,590	\$ 215,857
I. E. Capital expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

Part II: Actual Expenses: Funding Sources and Revenues	State-Designated SAMH Cost Centers State SAMH-Funded Cost Centers AMH/CMH/ASA/CSA											Community Action Treatment (CAT) Teams for Ages 0-10	Multi- Disciplinary Child Welfare Teams	Total for AMH/CMH ASA/CSA
	Cost Reimbursement	CAT Team	FACT Team	Provider Proviso Projects	Wraparound Projects	FFPSA Training Projects	LATTERS Projects	Other Bundled Projects	Sustainability Payment					
IIA. Personnel expenses														
(1) Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(2) Fringe benefits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total personnel expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IIB. Other expenses														
(1) Building occupancy	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(2) Professional services	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(3) Travel	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(4) Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(5) Food services	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(6) Medical and pharmacy	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(7) Subcontracted services														
From northeast region	10,860,811	12,375,000	4,290,682	4,385,871	258,657	1,007,207	422,486	26,032,181	-	-	-	323,206	232,755,501	
Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(8) Insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(9) Interest paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(10) Operating supplies and expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(11) Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(12) Donated items	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total other expenses	10,860,811	12,375,000	4,290,682	4,385,871	258,657	1,007,207	422,486	26,032,181	-	-	-	323,206	232,755,501	
Total personnel and other expenses	10,860,811	12,375,000	4,290,682	4,385,871	258,657	1,007,207	422,486	26,032,181	-	-	-	323,206	232,755,501	
IIC. Distributed indirect costs														
(a) Other support costs (optional)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(b) Administration	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total distributed indirect costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total actual operating expenses	10,860,811	12,375,000	4,290,682	4,385,871	258,657	1,007,207	422,486	26,032,181	-	-	-	323,206	232,755,501	
IID. Unallowable costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total allowable operating expenses	\$ 10,860,811	\$ 12,375,000	\$ 4,290,682	\$ 4,385,871	\$ 258,657	\$ 1,007,207	\$ 422,486	\$ 26,032,181	\$ -	\$ -	\$ -	\$ 323,206	\$ 232,755,501	
IIE. Capital expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Substance Abuse and Mental Health Services, Program/Cost Center Actual Expenses and Revenues (Continued)
Budget Period July 1, 2023 Through June 30, 2024

Part II: Actual Expenses:	ME		Total for State	Total for Non-	Total for all				
Funding Sources and Revenues	Administrative	Carryforward	SAMH-Funded	State-Funded	State Designated	Non-SAMH	Administration	Advancement	Total
	Services		Cost Centers	SAMH Cost	SAMH-Funded	Cost Centers			Expenses
IIA. Personnel expenses									
(1) Salaries	\$ 3,929,900	\$ -	\$ 3,929,900	\$ -	\$ 3,929,900	\$ 80,452,283	\$ 7,266,179	\$ 462,731	\$ 92,111,093
(2) Fringe benefits	923,398	-	923,398	-	923,398	21,024,158	1,718,976	136,087	23,802,619
Total personnel expenses	4,853,298	-	4,853,298	-	4,853,298	101,476,441	8,985,155	598,818	115,913,712
IIB. Other expenses									
(1) Building occupancy	281,663	-	281,663	-	281,663	8,828,619	283,368	9,185	9,402,835
(2) Professional services	91,887	-	91,887	-	91,887	4,107,133	863,310	47,956	5,110,286
(3) Travel	131,281	-	131,281	-	131,281	3,497,162	309,778	22,387	3,960,608
(4) Equipment	270,640	-	270,640	-	270,640	7,530,950	663,679	31,975	8,497,244
(5) Food services	526	-	526	-	526	3,212,719	-	-	3,213,245
(6) Medical and pharmacy	-	-	-	-	-	-	-	-	-
(7) Subcontracted services									
From northeast region	857,686	1,176,661	234,789,848	-	234,789,848	21,308,295	-	-	256,098,143
Other	-	-	-	-	-	-	-	-	-
(8) Insurance	45,856	-	45,856	-	45,856	2,506,780	141,442	3,661	2,697,739
(9) Interest paid	-	-	-	-	-	35,129	107,679	-	142,808
(10) Operating supplies and expenses	145,037	-	145,037	-	145,037	17,247,581	370,245	36,849	17,799,712
(11) Other	110,585	-	110,585	-	110,585	641,852	513,403	16,976	1,282,816
(12) Donated items	-	-	-	-	-	2,730,279	-	-	2,730,279
Total other expenses	1,935,161	1,176,661	235,867,323	-	235,867,323	71,646,499	3,252,904	168,989	310,935,715
Total personnel and other expenses	6,788,459	1,176,661	240,720,621	-	240,720,621	173,122,940	12,238,059	767,807	426,849,427
IIC. Distributed indirect costs									
(a) Other support costs (optional)	-	-	-	-	-	-	-	-	-
(b) Administration	664,881	-	664,881	-	664,881	11,507,189	(12,238,059)	65,989	-
Total distributed indirect costs	664,881	-	664,881	-	664,881	11,507,189	(12,238,059)	65,989	-
Total actual operating expenses	7,453,340	1,176,661	241,385,502	-	241,385,502	184,630,129	-	833,796	426,849,427
IID. Unallowable costs	-	-	-	-	-	-	-	-	-
Total allowable operating expenses	\$ 7,453,340	\$ 1,176,661	\$ 241,385,502	\$ -	\$ 241,385,502	\$ 184,630,129	\$ -	\$ 833,796	\$ 426,849,427
IIE. Capital expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,487,245	\$ -	\$ -	\$ 3,487,245

Lutheran Services Florida, Inc. and Subsidiary

**Schedule of Substance Abuse and Mental Health Services, Program/Cost
Center Actual Expenses and Revenues (Continued)**

**Schedule of State Earnings
Year Ended June 30, 2024**

This schedule does not apply for the year ended June 30, 2024.

Lutheran Services Florida, Inc. and Subsidiary

**Schedule of Substance Abuse and Mental Health Services, Program/Cost
Center Actual Expenses and Revenues (Continued)
Schedule of Bed-Day Availability Payments
Year Ended June 30, 2024**

This schedule does not apply for the year ended June 30, 2024.

Lutheran Services Florida, Inc. and Subsidiary

**Schedule of Substance Abuse and Mental Health Services, Program/Cost
Center Actual Expenses and Revenues (Continued)
Schedule of Related-Party Transaction Adjustments
Year Ended June 30, 2024**

This schedule does not apply for the year ended June 30, 2024.

**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***

Independent Auditor's Report

Board of Directors
Lutheran Services Florida, 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 (*Government Auditing Standards*), the consolidated financial statements of Lutheran Services Florida, Inc. and Subsidiary (the Organization), which comprise the consolidated statement of financial position as of June 30, 2024, the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements (collectively, the financial statements), and have issued our report thereon dated February 18, 2025.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

RSM US LLP

Tampa, Florida
February 18, 2025

**Report on Compliance for Each Major Federal Program and State Financial Assistance Project
and Report on Internal Control Over Compliance Required by the Uniform Guidance
and State of Florida Chapter 10.650, *Rules of the Auditor General***

Independent Auditor's Report

Board of Directors
Lutheran Services Florida, Inc.

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

Opinion on Each Major Federal Program and State Financial Assistance Project

We have audited Lutheran Services Florida, Inc. and Subsidiary's (the Organization) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* and in the State of Florida's *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 state financial assistance projects for the year ended June 30, 2024. The Organization's major federal programs and state financial assistance 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 financial assistance projects for the year ended June 30, 2024.

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 financial assistance project. Our audit does not provide a legal determination of the Organization'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 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 GAAS, *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 for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program and state financial assistance project as a whole.

In performing an audit in accordance with GAAS, *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 procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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 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 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 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 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. Accordingly, this report is not suitable for any other purpose.

RSM VS LLP

Tampa, Florida
February 18, 2025

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number or Direct Award Contract Number	Provided to Subrecipients	Total Expenditures
U.S. Department of Agriculture:				
<i>Passed-through from Florida Department of Health:</i>				
Child and Adult Care Food Program	10.558	D-154	\$ -	\$ 5,311,118
Child and Adult Care Food Program	10.558	S-121	-	2,453,951
Child and Adult Care Food Program	10.558	H-3109	-	26,966
Child and Adult Care Food Program	10.558	H-3110	-	18,023
Child and Adult Care Food Program	10.558	H-3654	-	37,669
Child and Adult Care Food Program	10.558	H-3365	-	64,947
<i>Passed-through from Children's Network of Southwest Florida, LLC:</i>				
SNAP Cluster				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	ABU01	-	2,845
<i>Passed-through from Family Support Services of Suncoast:</i>				
SNAP Cluster				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	FSS-LSF-CMO-FY24	195	4,220
<i>Passed-through from Partnership for Strong Families:</i>				
SNAP Cluster				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	PCM781	-	1,496
<i>Passed-through from Kids Central, Inc.:</i>				
SNAP Cluster				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	C2324-CMA-LS184	-	2,273
<i>Passed-through from Children's Network Hillsborough County:</i>				
SNAP Cluster				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	ABA06	-	1,859
<i>Passed-through from Heartland for Children:</i>				
SNAP Cluster				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	TLSCM1	-	2,490
Subtotal—U.S. Department of Agriculture			195	7,927,857
U.S. Department of Housing and Urban Development:				
<i>Passed-through from City of Homestead:</i>				
CDBG – Entitlement Grants Cluster				
Community Development Block Grants/Entitlement Grants	14.218	23-FL-008	-	60,000
<i>Passed-through from Lee County:</i>				
CDBG – Entitlement Grants Cluster				
Community Development Block Grants/Entitlement Grants	14.218	9520	-	206,346
<i>Passed-through from Marion County:</i>				
CDBG – Entitlement Grants Cluster				
Community Development Block Grants/Entitlement Grants	14.218	N/A	-	224,634
<i>Passed-through from Broward County:</i>				
Emergency Solutions Grant Program	14.231	N/A	-	301,864
Subtotal—U.S. Department of Housing and Urban Development			-	792,844
U.S. Department of Justice:				
<i>Passed-through from State of Florida Office of Attorney General:</i>				
Crime Victim Assistance	16.575	VOCA-2022-LSF-00706	-	84,472
Crime Victim Assistance	16.575	VOCA-2023-LSF-00080	-	159,133
Subtotal—U.S. Department of Justice			-	243,605
U.S. Department of State:				
<i>Passed-through from Lutheran Immigration and Refugee Services:</i>				
U.S. Refugee Admissions Program	19.510	SPRMCO23CA0011 / 323-23-LSF-00	-	464,217
U.S. Refugee Admissions Program	19.510	SPRMCO23CA0363 / 323-24-03	-	1,837,412
U.S. Refugee Admissions Program	19.510	SPRMCO23CA0190 / 323A-23-00	-	12,913
U.S. Refugee Admissions Program	19.510	SPRMCO23CA0364 / 323A-24-01	-	101,698
Subtotal—U.S. Department of State			-	2,416,240
U.S. Department of Homeland Security:				
<i>Passed-through from Hillsborough County Public Schools:</i>				
Citizenship Education and Training	97.010	20CICET00157	-	61,500
<i>Passed-through from State of Florida Department of Children and Families:</i>				
Crisis Counseling	97.032	EH003	95,982	98,631
Subtotal—U.S. Department of Homeland Security			95,982	160,131

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (Continued) Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number or Direct Award Contract Number	Provided to Subrecipients	Total Expenditures
U.S. Department of Health and Human Services:				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	H79SM085037	\$ 309,754	\$ 408,921
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	H79TI083610	205,569	412,545
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	H79SM088567	55,982	197,837
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	H79TI084098	735,265	999,850
Mental and Behavioral Health Education and Training Grants	93.732	T26HP39448	135,596	799,081
Basic Center Grant	93.623	90CY6957	-	209,947
Basic Center Grant	93.623	90CY6962	-	203,278
Basic Center Grant	93.623	90CY7365	-	222,002
Basic Center Grant	93.623	90CY7584	-	162,366
Education and Prevention Grants to Reduce Sexual Abuse of Runaway, Homeless and Street Youth	93.557	90YO2452	-	14,360
Unaccompanied Children Program	93.676	90ZU0550-01	-	6,672,230
Unaccompanied Children Program	93.676	90ZU0550-02	-	2,234,829
Refugee and Entrant Assistance Discretionary Grants	93.576	90ZZ0023	-	934,666
Head Start Cluster: COVID-19: Head Start	93.600	04HE000622-02C5 - CRRSA	-	19,563
Head Start Cluster: COVID-19: Head Start	93.600	04HE000622-02C6 - ARP	-	119,215
Head Start Cluster: Head Start	93.600	04CH011072-05	-	1,330,639
Head Start Cluster: Head Start	93.600	04CH010628-06	1,695,975	14,745,368
Head Start Cluster: Head Start	93.600	04CH010628-07	524,193	4,837,177
Head Start Cluster: Head Start	93.600	04CH011190-05	1,347,573	9,107,082
Head Start Cluster: Head Start	93.600	04CH011190-06	429,520	2,936,839
Head Start Cluster: Head Start	93.600	04CH011690-04	6,325,647	15,629,584
Head Start Cluster: Head Start	93.600	04CH011690-05	2,655,929	6,206,173
Head Start Cluster: Head Start	93.600	04HP000259-05	587,414	1,454,600
Head Start Cluster: Head Start	93.600	04HP000259-06	227,836	512,859
<i>Passed-through from Hillsborough County, State of Florida:</i>				
Head Start Cluster: Head Start	93.600	04CH011252-03 / 19-1169	422,563	716,444
Head Start Cluster: Head Start	93.600	04CH011252-04 / 19-1169	785,014	1,228,661
<i>Passed-through from Florida Network of Youth and Family Services, Inc.:</i>				
Basic Center Grant	93.623	RHY-PDP	-	39,286
<i>Passed-through from State of Florida Department of Children and Families:</i>				
Refugee and Entrant Assistance State/Replacement Designee Administered Programs	93.566	LK208	-	3,681,368
Refugee and Entrant Assistance State/Replacement Designee Administered Programs	93.566	LK205	1,453,890	8,343,424
<i>Passed-through from Youth Co-Op, Inc.:</i>				
Refugee and Entrant Assistance State/Replacement Designee Administered Programs	93.566	XK063LSF	-	2,554,000
<i>Passed-through from Global Refuge:</i>				
Refugee and Entrant Assistance Voluntary Agency Programs	93.567	2302MDRVMG / 342-23-LSF-02	-	1,289,713
Refugee and Entrant Assistance Voluntary Agency Programs	93.567	2402MDRVMG / 342-24-LSF-01	-	2,335,720
Refugee and Entrant Assistance Discretionary Grants	93.576	90RP0124-02-03 / 354-24-01	-	23,213
Refugee and Entrant Assistance Discretionary Grants	93.576	90RP0124-02-03/ 354-23-01	-	27,035
Refugee and Entrant Assistance Discretionary Grants	93.576	90RP0124-02-03/354-24-01	-	439,468
Refugee and Entrant Assistance Discretionary Grants	93.576	90RP0124-02/354-23-00AFG	-	523,395
Refugee and Entrant Assistance Discretionary Grants	93.576	90RP0124-03/354-24-00AFG	-	331,645
Refugee and Entrant Assistance Discretionary Grants	93.576	90RP0124-02/354-23-01UKR	-	195,777
Refugee and Entrant Assistance Discretionary Grants	93.576	90RP0124-03/354-24-01UKR	-	348,219
Unaccompanied Children Program	93.676	90ZU0521-01/358-23-00	-	294,053
Unaccompanied Children Program	93.676	90ZU0521-02/358-24-00	-	93,136
Unaccompanied Children Program	93.676	90ZU0439-02 / 358C-23-00	-	47,561
Unaccompanied Children Program	93.676	90ZU0361-03/357-23-00	-	265,435
Unaccompanied Children Program	93.676	90ZU0622-01/357-24-00	-	203,527
<i>Passed-through from U.S. Committee for Refugees and Immigrants:</i>				
Services to Victims of a Severe Form of Trafficking	93.598	N/A	-	205,440
Services to Victims of a Severe Form of Trafficking	93.598	N/A	-	12,489
<i>Passed-through from State of Florida Department of Children and Families:</i>				
Projects for Assistance in Transition from Homelessness (PATH) Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.150	EH003	757,010	777,905
Temporary Assistance for Needy Families	93.243	EH003	885,567	910,011
Children's Health Insurance Program	93.558	EH003	1,894,266	1,946,553
Medicaid Cluster: Medical Assistance Program	93.767	EH003	648,668	666,573
Opioid STR	93.778	EH003	11,937	12,267
Block Grants for Community Mental Health Services	93.788	EH003	16,297,914	16,747,783
Block Grants for Prevention and Treatment of Substance Abuse	93.958	EH003	18,438,233	18,947,180
Mental Health Disaster Assistance and Emergency Mental Health	93.959	EH003	29,423,043	30,235,202
Block Grants for Community Mental Health Services	93.982	EH003	681,381	700,189
	93.958	LH844	647,030	1,177,353

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (Continued) Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number or Direct Award Contract Number	Provided to Subrecipients	Total Expenditures
<i>Passed-through from University of South Florida:</i>				
Healthy Marriage Promotion and Responsible Fatherhood Grants	93.086	5112-5527-03-B - 90ZB0024	\$ -	\$ 70,659
<i>Passed-through Family Support Services of Suncoast:</i>				
MaryLee Allen Promoting Safe and Stable Families Program	93.556	FSS-LSF-CMO-FY24	7,830	169,728
Temporary Assistance for Needy Families	93.558	FSS-LSF-CMO-FY24	114,785	2,488,209
Stephanie Tubbs Jones Child Welfare Services Programs	93.645	FSS-LSF-CMO-FY24	13,485	292,321
Foster Care Title IV-E	93.658	FSS-LSF-CMO-FY24	88,695	1,922,657
Adoption Assistance	93.659	FSS-LSF-CMO-FY24	10,532	228,293
Social Services Block Grant	93.667	FSS-LSF-CMO-FY24	12,258	265,712
Child Abuse and Neglect State Grants	93.669	FSS-LSF-CMO-FY24	969	21,013
Medicaid Cluster: Medical Assistance Program	93.778	FSS-LSF-CMO-FY24	973	21,098
<i>Passed-through from Heartland for Children:</i>				
MaryLee Allen Promoting Safe and Stable Families Program	93.556	TLSCM1	-	13,946
Temporary Assistance for Needy Families	93.558	TLSCM1	-	1,390,419
Stephanie Tubbs Jones Child Welfare Services Program	93.645	TLSCM1	-	163,365
Foster Care Title IV-E	93.658	TLSCM1	-	1,064,316
Adoption Assistance	93.659	TLSCM1	-	337,280
Social Services Block Grant	93.667	TLSCM1	-	3,728
Child Abuse and Neglect State Grants	93.669	TLSCM1	-	295
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	TLSCM1	-	105,569
<i>Passed-through Kids Central, Inc.:</i>				
MaryLee Allen Promoting Safe and Stable Families Program	93.556	C2324-CMA-LS184	-	225,368
Temporary Assistance for Needy Families	93.558	C2324-CMA-LS184	-	1,354,841
Stephanie Tubbs Jones Child Welfare Services Program	93.645	C2324-CMA-LS184	-	162,600
Foster Care Title IV-E	93.658	C2324-CMA-LS184	-	1,031,428
Adoption Assistance	93.659	C2324-CMA-LS184	-	219,125
Medicaid Cluster: Medical Assistance Program	93.778	C2324-CMA-LS184	-	44,678
<i>Passed-through from Children's Network of Southwest Florida, LLC:</i>				
MaryLee Allen Promoting Safe and Stable Families Program	93.556	ABU01	-	17,251
Temporary Assistance for Needy Families	93.558	ABU01	-	1,696,883
Grants to States for Access and Visitation Programs	93.597	ABU01	-	24,288
Stephanie Tubbs Jones Child Welfare Services Program	93.645	ABU01	-	201,706
Foster Care Title IV-E	93.658	ABU01	-	1,421,473
Foster Care Title IV-E	93.658	WBV01	-	31,429
Adoption Assistance	93.659	ABU01	-	175,504
Medicaid Cluster: Medical Assistance Program	93.778	ABU01	-	14,225
<i>Passed-through from Children's Network of Hillsborough County:</i>				
MaryLee Allen Promoting Safe and Stable Families Program	93.556	ABA06	-	10,962
Temporary Assistance for Needy Families	93.558	ABA06	-	1,078,234
Stephanie Tubbs Jones Child Welfare Services Program	93.645	ABA06	-	128,168
Foster Care Title IV-E	93.658	ABA06	-	847,177
Foster Care Title IV-E	93.658	Unknown	-	8,484
Adoption Assistance	93.659	ABA06	-	102,376
Medicaid Cluster: Medical Assistance Program	93.778	ABA06	-	9,297
<i>Passed-through from Childnet, Inc.</i>				
MaryLee Allen Promoting Safe and Stable Families Program	93.556	LSF22RGC	-	372,057
MaryLee Allen Promoting Safe and Stable Families Program	93.556	LSF22SHL	-	120,200
MaryLee Allen Promoting Safe and Stable Families Program	93.556	Unknown	-	30,762
Foster Care Title IV-E	93.658	LSF22RGC	-	578,660
Foster Care Title IV-E	93.658	LSF22PIL	-	147,730
Foster Care Title IV-E	93.658	LSF22SHL	-	103,206
Foster Care Title IV-E	93.658	Unknown	-	78,065
<i>Passed-through from Partnership for Strong Families:</i>				
MaryLee Allen Promoting Safe and Stable Families Program	93.556	PCM781	-	9,069
MaryLee Allen Promoting Safe and Stable Families Program	93.556	Unknown	-	9,127
Temporary Assistance for Needy Families	93.558	PCM781	-	892,108
Stephanie Tubbs Jones Child Welfare Services Program	93.645	PCM781	-	106,043
Foster Care Title IV-E	93.658	PCM781	-	681,492
Foster Care Title IV-E	93.658	Unknown	-	10,047
Adoption Assistance	93.659	PCM781	-	82,354
John H. Chafee Foster Care Program for Successful Transition to Adulthood	93.674	PCM781	-	1,430
Medicaid Cluster: Medical Assistance Program	93.778	PCM781	-	7,479
<i>Passed-through from Safe Children Coalition, Inc.:</i>				
MaryLee Allen Promoting Safe and Stable Families Program	93.556	LSFCM24	-	836
Temporary Assistance for Needy Families	93.558	LSFCM24	-	858,902
Stephanie Tubbs Jones Child Welfare Services Program	93.645	LSFCM24	-	133,384
Foster Care Title IV-E	93.658	LSFCM24	-	953,473
Adoption Assistance	93.659	LSFCM24	-	72,444
<i>Passed-through from Northwest Florida Health Network</i>				
Block Grants for Community Mental Health Services	93.958	C-010-201	-	20,314
<i>Passed-through from Citrus Health Family Care Network</i>				
MaryLee Allen Promoting Safe and Stable Families Program	93.556	Unknown	-	117,094
Foster Care Title IV-E	93.658	Unknown	-	63,561
Subtotal—U.S. Department of Health and Human Services			87,832,296	188,504,978
Total expenditures of federal awards			87,928,473	200,045,655

(Continued)

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (Continued) Year Ended June 30, 2024

State Grantor/Pass-Through Grantor/Project	State CSFA Number	Contract Number	Provided to Subrecipients	Total Expenditures
State Courts System:				
Passed-through from Gulf Coast Kid's House: Florida Network of Children Advocacy Centers	22.016	Unknown	\$ -	\$ 60,000
Department of Children and Families:				
Forensic Services and Competency Restoration Training	60.114	EH003	3,648,183	3,748,883
Substance Abuse and Mental Health—Community Services	60.153	EH003	14,020,261	14,407,260
Substance Abuse and Mental Health—Crisis Prevention and Stabilization Services	60.155	EH003	2,339,964	2,404,553
Centralized Receiving Systems	60.163	EH003	17,211,566	17,686,654
SAMH ME State Funded Federal Excluded Services	60.190	EH003	3,232,212	3,321,430
Criminal Justice, Mental Health, and Substance Abuse Reinvestment Grant Program	60.115	LHZ86	124,887	164,011
Passed-through from Family Support Services of Suncoast: Family Preservation and CWS Diversion Program – Circuit 6	60.214	FSS-LSF-CMO-FY24	65,415	1,418,006
Passed-through from Heartland for Children: Out-Of-Home Supports	60.074	TLSCM1	-	58,686
Passed-through from Kids Central Inc.: Out-Of-Home Supports	60.074	C2324-CMA-LS184	-	77,099
Family Finders Program	60.206	C2324-CMA-LS184	-	46,034
Early Childhood Court Case Management & Prevention Services	60.225	C2324-CMA-LS184	-	302
Passed-through from Childnet, Inc.: Out-Of-Home Supports	60.074	LSF23RGC	-	1,940,712
Out-Of-Home Supports	60.074	LSF23PIL	-	352,296
Out-Of-Home Supports	60.074	LSF22SHL	-	435,531
Out-Of-Home Supports	60.074	Unknown	-	109,345
Passed-through from Partnership for Strong Families: Out-Of-Home Supports	60.074	Unknown	-	32,444
Passed-through from Children's Network Hillsborough County: Out-Of-Home Supports	60.074	Unknown	-	90,044
Passed-through from Children's Network of Southwest Florida, LLC: Out-Of-Home Supports	60.074	WBV01	-	258,987
Passed-through from Citrus Health Family Care Network: Out-Of-Home Supports	60.074	Unknown	-	1,207,257
Subtotal—Department of Children and Families			40,642,488	47,759,534
Department of Education:				
Passed-through from Early Learning Coalition of Pinellas County, Inc.: Voluntary Pre-Kindergarten Education Program	48.108	Unknown	-	300,654
Passed-through from Early Learning Coalition of Palm Beach County, Inc.: Voluntary Pre-Kindergarten Education Program	48.108	Unknown	-	790,198
Passed-through from the Early Learning Coalition of Duval, Inc.: Voluntary Pre-Kindergarten Education Program	48.108	Unknown	-	636,823
Subtotal—Department of Education			-	1,727,675
Department of Health:				
Medical Services for Abused and Neglected Children	64.006	CP1PN	-	150,124
Department of Elder Affairs:				
Public Guardianship	65.003	X9208.A3	-	427,116
Public Guardianship	65.003	X9238.A3	-	686,437
Subtotal—Department of Elder Affairs			-	1,113,553
Department of Juvenile Justice:				
Passed-through from Florida Network of Youth and Family Services, Inc.: Children and Families in Need of Services (CINS/FINS)	80.005	Miami Bridge	-	1,276,041
Children and Families in Need of Services (CINS/FINS)	80.005	Southeast	-	1,363,187
Children and Families in Need of Services (CINS/FINS)	80.005	Northwest	-	2,029,997
Children and Families in Need of Services (CINS/FINS)	80.005	Southwest	-	2,372,336
Passed-through from Childnet, Inc.: Delinquency Prevention	80.029	LSF23OAK	-	400,130
Subtotal—Department of Juvenile Justice			-	7,441,691
Total expenditures of state financial assistance			40,642,488	58,252,577
Total expenditures of federal awards and state financial assistance			\$ 128,570,961	\$ 258,298,232

*Please note that totals by Federal Award Program/Cluster are identified on the following pages.

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (Continued)
Year Ended June 30, 2024

ALN No.	Totals by Federal Award Program/Cluster	Federal Expenditures
10.558	Child and Adult Care Food Program	\$ 7,912,674
10.561	SNAP Cluster: State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	15,183
14.218	CDBG – Entitlement Grants Cluster: Community Development Block Grants/Entitlement Grants	490,980
14.231	Emergency Solutions Grant Program	301,864
16.575	Crime Victim Assistance	243,605
19.510	U.S. Refugee Admissions Program	2,416,240
93.086	Healthy Marriage Promotion and Responsible Fatherhood Grants	70,659
93.150	Projects for Assistance in Transition from Homelessness (PATH)	777,905
93.243	Substance Abuse and Mental Health Services Projects of Regional and National Significance	2,929,164
93.556	MaryLee Allen Promoting Safe and Stable Families Program	1,096,400
93.557	Education and Prevention Grants to Reduce Sexual Abuse of Runaway, Homeless and Street Youth	14,360
93.558	Temporary Assistance for Needy Families	11,706,149
93.566	Refugee and Entrant Assistance State/Replacement Designee Administered Programs	14,578,792
93.567	Refugee and Entrant Assistance Voluntary Agency Programs	3,625,433
93.576	Refugee and Entrant Assistance Discretionary Grants	2,823,418
93.597	Grants to States for Access and Visitation Programs	24,288
93.598	Services to Victims of a Severe Form of Trafficking	217,929
93.600	Head Start Cluster: Head Start*	58,705,426
93.600	COVID-19: Head Start Cluster: Head Start*	138,778
93.623	Basic Center Grant	836,879
93.645	Stephanie Tubbs Jones Child Welfare Services Program	1,187,587
93.658	Foster Care Title IV-E	8,943,198
93.659	Adoption Assistance	1,217,376
93.667	Social Services Block Grant	269,440
93.669	Child Abuse and Neglect State Grants	21,308
93.674	John H. Chafee Foster Care Program for Successful Transition to Adulthood	106,999
93.676	Unaccompanied Children Program	9,810,771
93.732	Mental and Behavioral Health Education and Training Grants	799,081
93.767	Children's Health Insurance Program	666,573
93.778	Medicaid Cluster: Medical Assistance Program	109,044
93.788	Opioid STR	16,747,783
93.958	Block Grants for Community Mental Health Services	20,144,847
93.959	Block Grants for Prevention and Treatment of Substance Abuse	30,235,202
93.982	Mental Health Disaster Assistance and Emergency Mental Health	700,189
97.010	Citizenship Education and Training	61,500
97.032	Crisis Counseling	98,631
Total expenditures of federal awards		\$ 200,045,655

* Head Start Cluster

Lutheran Services Florida, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (Continued)
Year Ended June 30, 2024

CSFA No.	Totals by State Financial Assistance Project	State Expenditures
22.016	Florida Network of Children Advocacy Centers	\$ 60,000
48.108	Voluntary Pre-Kindergarten Education Program	1,727,675
60.074	Out-Of-Home Supports	4,562,401
60.114	Forensic Services and Competency Restoration Training	3,748,883
60.115	Criminal Justice, Mental Health, and Substance Abuse Reinvestment Grant Program	164,011
60.153	Substance Abuse and Mental Health—Community Services	14,407,260
60.155	Substance Abuse and Mental Health—Crisis Prevention and Stabilization Services	2,404,553
60.163	Centralized Receiving Systems	17,686,654
60.190	SAMH ME State Funded Federal Excluded Services	3,321,430
60.206	Family Finders Program	46,034
60.214	Family Preservation and CWS Diversion Program – Circuit 6	1,418,006
60.225	Early Childhood Court Case Management & Prevention Services	302
64.006	Medical Services for Abused and Neglected Children	150,124
65.003	Public Guardianship	1,113,553
80.005	Children and Families in Need of Services (CINS/FINS)	7,041,561
80.029	Delinquency Prevention	400,130
Total expenditures of state financial assistance		\$ 58,252,577

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

Lutheran Services Florida, Inc. and Subsidiary

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

Note 1. Basis of Presentation

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

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and 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.

Note 3. Indirect Cost Rate

Lutheran Services Florida, Inc. and Subsidiary has elected not to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

Lutheran Services Florida, Inc. and Subsidiary

**Schedule of Findings and Questioned Costs
Year Ended June 30, 2024**

Section I—Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with U.S. GAAP:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

Yes ☒ No

Significant deficiency(ies) identified?

Yes ☒ None Reported

Noncompliance material to financial statements noted?

Yes ☒ No

Federal Awards

Internal control over major federal programs:

Material weakness(es) identified?

Yes ☒ No

Significant deficiency(ies) identified?

Yes ☒ None Reported

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

Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)?

Yes ☒ No

Identification of major federal programs:

Assistance Listing Number(s)

93.558

93.566

93.567

93.645

93.658

93.676

93.958

Name of Federal Program or Cluster:

Temporary Assistance for Needy Families Program

Refugee and Entrant Assistance - State Administered Programs

Refugee and Entrant Assistance - Voluntary Agency Programs

Stephanie Tubbs Jones Child Welfare Services Program

Foster Care Title IV - E Program

Unaccompanied Alien Children Program

Block Grants for Community Mental Health Services Program

Dollar threshold used to distinguish between type A and type B programs:

\$ 3,000,000

Auditee qualified as low-risk auditee?

☒ Yes ☐ No

(Continued)

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2024

State Financial Assistance Projects

<u> </u>	Yes	<u> X </u>	No
<u> </u>	Yes	<u> X </u>	None Reported

Unmodified

 Yes X No

Children and Families In Need of Services

\$ 1,747,577

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Lutheran Services Florida, Inc. and Subsidiary

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2024

Section II—Financial Statement Findings

No matters were reported.

Section III—Findings and Questioned Costs for Federal Awards and State Financial Assistance

No matters were reported.

Section IV—Other Reporting

There was no management letter or control deficiency letter issued for the year ended June 30, 2024, as there were no matters required to be reported in these letters.

No Corrective Action Plan is presented because there were no findings required to be reported under the Federal Single Audit Act or the Florida Single Audit Act.

Lutheran Services Florida, Inc. and Subsidiary

**Summary Schedule of Prior Audit Findings
Year Ended June 30, 2024**

The prior year single audit disclosed no findings in the Schedule of Findings and Questioned Costs and no uncorrected or unresolved findings exist from the prior audit's Summary of Prior Audit Findings.