

**FAMILY SUPPORT SERVICES OF
SUNCOAST, LLC**

FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2025 AND 2024

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INDEPENDENT AUDITOR'S REPORT

Partners

W. Ed Moss, Jr.
Joe M. Krusick
Ric Perez
Cori G. Novinich
Renee C. Varga

To the Board of Directors of
Family Support Services of Suncoast, LLC
Largo, Florida

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Family Support Services of Suncoast, LLC (a nonprofit organization) which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Family Support Services of Suncoast, LLC as of June 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

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

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Family Support Services of Suncoast, LLC'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 Family Support Services of Suncoast, LLC's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and Chapter 10.650, *Rules of the Auditor General*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and state financial assistance 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 December 16, 2025, on our consideration of Family Support Services of Suncoast, LLC's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Family Support Services of Suncoast, LLC'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 Family Support Services of Suncoast LLC's internal control over financial reporting and compliance.

Moss, Krusick & Associates, LLC LLC

Winter Park, Florida
December 16, 2025

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

STATEMENTS OF FINANCIAL POSITION

YEARS ENDED JUNE 30, 2025 AND 2024

	2025	2024
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 13,615,956	\$ 7,857,153
Accounts receivable	1,632,681	1,778,386
Prepaid expenses	37,774	42,119
TOTAL CURRENT ASSETS	15,286,411	9,677,658
Property and equipment, net	2,068,682	2,300,414
Deposits	61,000	45,000
Operating lease right-of-use asset	13,699,330	13,316,307
TOTAL NON-CURRENT ASSETS	15,829,012	15,661,721
TOTAL ASSETS	\$ 31,115,423	\$ 25,339,379
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 6,887,181	\$ 5,792,390
Due to Family Support Services of North Florida, Inc.	823,369	822,772
Refundable advances	8,358,929	3,296,765
Operating lease liability	1,340,246	1,083,965
TOTAL CURRENT LIABILITIES	17,409,725	10,995,892
Non-current operating lease liability	12,516,750	12,475,506
TOTAL LIABILITIES	29,926,475	23,471,398
NET ASSETS		
Without donor restrictions	1,097,138	1,777,599
With donor restrictions	91,810	90,382
TOTAL NET ASSETS	1,188,948	1,867,981
TOTAL LIABILITIES AND NET ASSETS	\$ 31,115,423	\$ 25,339,379

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

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2025

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUE AND SUPPORT			
Public support			
State and federal support	\$ 128,543,709	\$ -	\$ 128,543,709
Local support	<u>764,759</u>	<u>23,765</u>	<u>788,524</u>
Total public support	129,308,468	23,765	129,332,233
Revenues			
Contributed non-financial assets	645,461	-	645,461
Other income	102,622	-	102,622
Loss on disposal of assets	<u>(91,779)</u>	<u>-</u>	<u>(91,779)</u>
Total support and revenues before net assets released from restrictions	129,964,772	23,765	129,988,537
Net assets released from restrictions - satisfaction of purpose restrictions	<u>22,337</u>	<u>(22,337)</u>	<u>-</u>
Total revenue and other support	<u>129,987,109</u>	<u>1,428</u>	<u>129,988,537</u>
EXPENSES			
Program services			
Child welfare services	<u>127,446,606</u>	<u>-</u>	<u>127,446,606</u>
Total program services	<u>127,446,606</u>	<u>-</u>	<u>127,446,606</u>
Supporting services			
General and administrative	<u>3,220,964</u>	<u>-</u>	<u>3,220,964</u>
Total supporting services	<u>3,220,964</u>	<u>-</u>	<u>3,220,964</u>
Total expenses	<u>130,667,570</u>	<u>-</u>	<u>130,667,570</u>
Changes in net assets	(680,461)	1,428	(679,033)
NET ASSETS, BEGINNING OF YEAR	<u>1,777,599</u>	<u>90,382</u>	<u>1,867,981</u>
NET ASSETS, END OF YEAR	<u>\$ 1,097,138</u>	<u>\$ 91,810</u>	<u>\$ 1,188,948</u>

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

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

STATEMENT OF ACTIVITIES (DEFICIT)

YEAR ENDED JUNE 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE AND SUPPORT			
Public support			
State and federal support	\$ 137,743,416	\$ -	\$ 137,743,416
Local support	913,131	8,944	922,075
Total public support	138,656,547	8,944	138,665,491
Revenues			
Contributed non-financial assets	65,220	-	65,220
Other income	10,257	-	10,257
Total support and revenues before net assets released from restrictions	138,732,024	8,944	138,740,968
Net assets released from restrictions - satisfaction of purpose restrictions	12,477	(12,477)	-
Total revenue and other support	138,744,501	(3,533)	138,740,968
EXPENSES			
Program services			
Child welfare services	134,004,048	-	134,004,048
Total program services	134,004,048	-	134,004,048
Supporting services			
General and administrative	2,654,795	-	2,654,795
Total supporting services	2,654,795	-	2,654,795
Total expenses	136,658,843	-	136,658,843
Changes in net assets	2,085,658	(3,533)	2,082,125
NET ASSETS (DEFICIT), BEGINNING OF YEAR	(308,059)	93,915	(214,144)
NET ASSETS, END OF YEAR	\$ 1,777,599	\$ 90,382	\$ 1,867,981

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

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2025

	<u>Program Services</u>	<u>Supporting Services</u>	
	<u>Child Welfare</u>	<u>General and</u>	
	<u>Services</u>	<u>Administrative</u>	<u>Total</u>
Salaries and related expenses			
Salaries	\$ 18,982,360	\$ 1,830,220	\$ 20,812,580
Payroll taxes and benefits	5,017,262	488,239	5,505,501
Total salaries and related expenses	<u>23,999,622</u>	<u>2,318,459</u>	<u>26,318,081</u>
Occupancy			
Rent	2,128,809	125,404	2,254,213
Office space services	519,770	30,933	550,703
Telephone and data lines	60,618	10,636	71,254
Repairs and maintenance	24,209	54,978	79,187
Office equipment	516,951	69,423	586,374
Depreciation	426,715	-	426,715
Total occupancy	<u>3,677,072</u>	<u>291,374</u>	<u>3,968,446</u>
Operating expenses			
Professional services	633,217	371,394	1,004,611
Contributed non-financial expenses	645,461	-	645,461
Licenses	166	223	389
Liability insurance	723,879	91,623	815,502
Printing and publications	10,909	8,648	19,557
Postage	1,900	11,059	12,959
Office supplies	6,633	29,734	36,367
Professional development	41,451	6,864	48,315
Advertising	215,719	-	215,719
Public relations and awareness	33,528	-	33,528
Dues and subscriptions	44,999	14,602	59,601
Staff recruiting	-	10,856	10,856
Staff travel	362,512	54,660	417,172
Staff cell phones	178,226	10,875	189,101
Vehicle expenses	61,333	593	61,926
Total operating expenses	<u>2,959,933</u>	<u>611,131</u>	<u>3,571,064</u>
Contract services			
Miscellaneous contract services	118,216	-	118,216
Recruiting and licensing	739,201	-	739,201
Contract professional services	3,362,199	-	3,362,199
Client training services	67,137	-	67,137
Other client services and awards	168,571	-	168,571
Direct client assistance	578,311	-	578,311
Provider services - direct support (FSFN)	66,857,138	-	66,857,138
Provider services - subrecipients (CMO's)	24,919,206	-	24,919,206
Total contract services	<u>96,809,979</u>	<u>-</u>	<u>96,809,979</u>
TOTAL EXPENSES	<u><u>\$ 127,446,606</u></u>	<u><u>\$ 3,220,964</u></u>	<u><u>\$ 130,667,570</u></u>

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

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2024

	<u>Program Services</u>	<u>Supporting Services</u>	
	<u>Child Welfare</u>	<u>General and</u>	
	<u>Services</u>	<u>Administrative</u>	<u>Total</u>
Salaries and related expenses			
Salaries	\$ 19,144,624	\$ 1,527,689	\$ 20,672,313
Payroll taxes and benefits	5,238,910	332,669	5,571,579
Total salaries and related expenses	<u>24,383,534</u>	<u>1,860,358</u>	<u>26,243,892</u>
Occupancy			
Rent	2,193,330	97,741	2,291,071
Office space services	302,568	9,121	311,689
Telephone and data lines	23,328	1,150	24,478
Repairs and maintenance	32,580	7,967	40,547
Office equipment	434,559	93,372	527,931
Depreciation	309,681	-	309,681
Total occupancy	<u>3,296,046</u>	<u>209,351</u>	<u>3,505,397</u>
Operating expenses			
Professional services	1,370,384	357,199	1,727,583
Contributed non-financial expenses	65,220	-	65,220
Licenses	253	488	741
Liability insurance	772,513	-	772,513
Printing and publications	5,028	3,157	8,185
Postage	1,279	15,520	16,799
Office supplies	4,465	43,003	47,468
Professional development	59,998	36,864	96,862
Employee expenses	-	37,592	37,592
Advertising	193,509	-	193,509
Public relations and awareness	56,564	-	56,564
Dues and subscriptions	21,001	16,704	37,705
Staff recruiting	-	15,313	15,313
Staff travel	462,473	51,137	513,610
Staff cell phones	179,698	7,622	187,320
Vehicle expenses	64,191	487	64,678
Total operating expenses	<u>3,256,576</u>	<u>585,086</u>	<u>3,841,662</u>
Contract services			
Miscellaneous contract services	527,490	-	527,490
Recruiting and licensing	1,746,836	-	1,746,836
Contract professional services	4,205,336	-	4,205,336
Client training services	69,770	-	69,770
Other client services and awards	200,038	-	200,038
Direct client assistance	2,266,886	-	2,266,886
Provider services - direct support (FSFN)	67,304,346	-	67,304,346
Provider services - subrecipients (CMO's)	26,747,190	-	26,747,190
Total contract services	<u>103,067,892</u>	<u>-</u>	<u>103,067,892</u>
TOTAL EXPENSES	<u><u>\$ 134,004,048</u></u>	<u><u>\$ 2,654,795</u></u>	<u><u>\$ 136,658,843</u></u>

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

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in net assets	\$ (679,033)	\$ 2,082,125
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	426,715	309,681
Non-cash rent	(85,498)	207,452
Loss on disposal of assets	91,779	-
Changes in operating assets and liabilities:		
Accounts receivable	145,705	(146,156)
Prepaid expenses	4,345	(42,119)
Deposits	(16,000)	(25,000)
Accounts payable and accrued expenses	1,094,791	(913,190)
Due to Family Support Services of North Florida, Inc.	597	583,236
Refundable advances	5,062,164	(6,667,160)
	<u>6,045,565</u>	<u>(4,611,131)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property and equipment	(286,762)	(1,778,745)
Redemption of non-current assets	-	71,000
	<u>(286,762)</u>	<u>(1,707,745)</u>
Increase (decrease) in cash and cash equivalents	5,758,803	(6,318,876)
Cash and cash equivalents, beginning of year	<u>7,857,153</u>	<u>14,176,029</u>
Cash and cash equivalents, end of year	<u>\$ 13,615,956</u>	<u>\$ 7,857,153</u>
SIGNIFICANT NON-CASH TRANSACTIONS - OPERATING LEASES		
Operating lease right-of-use asset	\$ 1,453,450	\$ 158,868
Operating lease liability	<u>\$ (1,453,450)</u>	<u>\$ (158,868)</u>

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

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

NOTE 1 – ORGANIZATION AND OPERATIONS

Family Support Services of Suncoast, LLC (the “Organization”) became a private not-for-profit limited liability company under the laws of the State of Florida on December 10, 2021. The Organization acts as lead agency in providing protective services for children and their families in Pasco and Pinellas counties.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles in the United States of America (U.S. GAAP). The Financial Accounting Standards Board (FASB) provides authoritative guidance regarding U.S. GAAP through the Accounting Standards Codification (ASC) and related Accounting Standards Updates (ASUs).

2. Use of Estimates

The preparation of U.S. GAAP financial statements requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and changes there in, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Estimates that are particularly susceptible to significant change in the near term are related to useful lives of depreciable assets, fair value measurements of investments, accrual of compensated absences, and the allocation of functional expenses.

3. Cash and Cash Equivalents

Cash and cash equivalents includes cash and all highly liquid investments with an original maturity of 90 days or less.

4. Accounts Receivable

Accounts receivable consist primarily of grant revenues earned but not received and are stated at unpaid balances, less an allowance for doubtful accounts. The Organization provides for losses on accounts receivable using the allowance method. The allowance is based on experience, third-party contracts, and other circumstances, which may affect the ability of grantors to meet their obligations.

Receivables are considered impaired if full principal payments are not received in accordance with the contractual terms. It is the Organization’s policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. Management considers all receivables to be fully collectible; therefore no allowance has been made.

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

5. Property and Equipment

All acquisitions of property and equipment in excess of \$1,000 and all expenditures for maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Repairs and maintenance are expenses as incurred. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method.

6. Net Assets

The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into the course of its operations.

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions.

7. Revenue Recognition

Program service fees are accounted for under ASU 2014-09, *Revenue from Contracts with Customers* (ASC 606), recognizing revenue when performance obligations under the terms of the contracts with customers are satisfied. Prior to the adoption of ASC 606, the Organization recognized revenue when persuasive evidence of an arrangement existed, delivery of the products had occurred, the sales price was fixed or determinable and was reasonably assured.

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

7. Revenue Recognition (continued)

A significant portion of the Organization's grants and contracts are from government agencies. These benefits received by the public as a result of the assets transferred is not equivalent to commensurate value received by the government agencies and are therefore not considered exchange transactions. Grants and contracts are analyzed for measurable performance-related barriers or other barriers. Revenue is recognized as barriers are met. Funds received from non-exchange transactions in advance of barriers being met are recorded as refundable advances.

Contributions are recognized when cash, other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly released the restriction. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as net assets without donor restrictions.

8. Functional Expenses

Directly identifiable expenses are charged to programs and supporting services. Expenses related to payroll, payroll taxes, and employee benefits are allocated based on actual percentage of time spent in each functional area. Rent and utilities are allocated based on square footage and insurance and equipment leases are allocated based on the number of full-time equivalent positions. Depreciation is allocated based on specific department or program that utilizes the equipment. Office equipment, office supplies, general postage and printing, certain professional fees and information technology are allocated based on a fixed percentage.

9. Advertising

The Organization used advertising to promote its programs among the audiences it serves. The production costs of advertising are expensed as incurred. During the years ended June 30, 2025 and 2024, advertising costs totaled \$215,719 and \$193,509, respectively.

10. Income Taxes

Under section 501(c)(3) of the Internal Revenue Code, Family Support Services of Suncoast, LLC is exempt from tax on income other than unrelated business income. No unrelated business income has been identified.

The Organization utilizes the accounting requirements associated with uncertainty in income taxes using the provisions of FASB ASC 740, *Income Taxes*. Using that guidance, tax positions initially need to be recognized in the financial statements when it is more-likely-than-not the positions will be sustained upon examination by the tax authorities. It also provides guidance for derecognition, classification, interest, penalties, accounting in interim periods, disclosure and transition. As of June 30, 2025 and 2024, the Organization has no uncertain tax provisions that qualify for recognition or disclosure in the financial statements.

11. Reclassifications

Certain reclassifications were made to prior period balances to conform with current year presentation.

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

12. Leases

The Organization determines if an arrangement is or includes 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. Under ASU 2016-02, *Leases* (ASC 842), 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.

Practical expedients and policy elections are available under the guidance, which was effective at adoption. The Organization elected the package of practical expedients permitted under the transition guidance which did not require reassessment of whether contracts entered into prior to adoption are or contain a lease, and allowed carry forward of the historical lease classification for existing leases.

The Organization has elected to apply the short-term lease exception to all leases with a term of one year or less. For all other leases, the Organization recognizes right-of-use (ROU) asset and lease liabilities based on the present value of lease payments over the lease term at the commencement date of the lease (or January 1, 2022 for existing leases upon the adoption of ASC 842). The Organization has also elected to use the risk-free discount rate for its leases. The risk-free discount rates were obtained using U.S. Treasury securities as posted on the Federal Reserve website.

The Organization made an accounting policy election to account for each separate lease component and the non-lease components associated with that lease component as a single lease component. Non-lease components that are variable in nature are recorded in variable lease expense in the period incurred.

13. Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, December 16, 2025. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

14. Recent Accounting Pronouncements

Implemented:

Effective July 1, 2023, the Organization adopted FASB ASU 2016-13, *Financial Instruments - Credit Losses* (ASC 326): *Measurement of Credit Losses on Financial Instruments*, as amended, which modifies the measurement of expected credit losses on certain financial instruments. The adoption had no significant impact on the Organization's financial statements.

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

NOTE 3 – FINANCIAL ASSET AVAILABILITY

The Organization maintains its financial assets primarily in cash and cash equivalents and accounts receivable to provide liquidity to ensure funds are available as the Organization’s expenditures come due. The following reflects the Organization’s financial assets as of the statement of financial position date because of contractual or donor-imposed restrictions.

	2025	2024
Total assets at year end	\$ 31,115,423	\$ 25,339,379
Less non-financial assets		
Prepaid expenses	(37,774)	(42,119)
Property and equipment, net	(2,068,682)	(2,300,414)
Deposits	(61,000)	(45,000)
Operating lease right-of-use asset	(13,699,330)	(13,316,307)
Financial assets available to meet cash needs for general expenditures within one year	\$ 15,248,637	\$ 9,635,539

NOTE 4 – ACCOUNTS RECEIVABLE

Accounts receivable consist of the following as of June 30:

	2025	2024
Grants receivable	\$ 1,622,504	\$ 1,731,665
Trade	10,177	46,721
Total accounts receivable	\$ 1,632,681	\$ 1,778,386

There was no bad debt expense for the years ended June 30, 2024 and 2023.

NOTE 5 – PROPERTY AND EQUIPMENT

Components of property and equipment consist of the following as of June 30:

	Estimated Useful Lives (in years)	2025	2024
Vehicles	5	\$ 1,000,591	\$ 1,130,253
Furniture and equipment	10	1,835,266	1,541,557
		2,835,857	2,671,810
Less accumulated depreciation		(767,175)	(371,396)
Total property and equipment, net		\$ 2,068,682	\$ 2,300,414

Depreciation expense was \$426,715 and \$309,681 for the years ended June 30, 2025 and 2024, respectively.

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

NOTE 6 – INVESTMENT IN COMMUNITY BASED CARE INTEGRATED HEALTH, LLC

During 2023, the Organization purchased one (1) Class C unit in Community Based Care Integrated Health, LLC (Integrated Health). Integrated Health is a Florida limited liability company engaged in the child welfare managed care business throughout Florida. The Organization provided child welfare and health services under the contract during the year ended June 30, 2023. The Organization’s investment in the Partnership is valued at its original cost, which approximates fair value, of \$71,000 as the investment does not have a readily determinable fair value.

During 2024, the Organization redeemed the investment of \$71,000.

NOTE 7 – NET ASSETS

A summary of net assets with donor restrictions is as follows:

	2025	2024
Purpose restricted		
Foster Angels program	\$ 30,308	\$ 34,986
Adoption programs	20,750	20,000
Rays Foundation program	10,189	10,189
Prevention programs	9,299	9,299
Hope Room program	8,888	8,888
Back to School program	5,519	-
Foster parents programs	4,937	7,020
Providence House program	1,920	-
Total net assets with purpose restrictions	\$ 91,810	\$ 90,382

A summary of the releases of donor restrictions is as follows:

	2025	2024
Purpose restricted		
Foster Angels program	\$ 13,922	\$ 8,108
Foster parents programs	3,383	3,548
Hurricane support programs	2,500	-
Thanksgiving programs	1,952	-
Back to School program	580	-
Hope Room program	-	626
Adoption programs	-	195
Total releases of net assets with donor restrictions	\$ 22,337	\$ 12,477

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

NOTE 8 – REVENUE

The Organization is recognizing revenue at a point in time for its program service fee revenue. There are no outstanding performance obligations to be satisfied at June 30, 2025 and 2024. There is no program service fee revenue for the years ended June 30, 2025 and 2024.

Disaggregated Revenue

100% of the Organization's revenue for the years ended June 30, 2025 and 2024, is from non-exchange transactions through grants and contracts with government agencies.

The Organization's customers are primarily the general public located in Pasco and Pinellas counties in the Florida portion of the United States of America and government agencies.

NOTE 9 – CONCENTRATIONS OF CREDIT RISK

The Organization maintains cash with financial institutions in excess of the FDIC limit of \$250,000 by \$13,491,676 and \$10,091,736 at June 30, 2025 and 2024, respectively.

The Organization receives a substantial amount of support from federal, state, and local government agencies. A reduction in the level of future support from the state or local government agencies could have substantial effect on the Organization's programs and activities.

NOTE 10 – COMMITMENTS AND CONTINGENCIES

Operating Leases

The Organization leases building space under six operating leases which were required to be included on the statement of financial position under ASC 842. During year ended June 30, 2025, the Organization modified one of its existing operating lease agreements to extend the lease term by an additional 60 months. In accordance with ASC 842, the modification was accounted for as a lease remeasurement and resulted in an adjustment to the right-of-use asset and lease liability, both of which are presented on the statement of financial position.

As of June 30, 2025, the operating lease right of use (ROU) asset had a balance of \$13,699,330, as shown in noncurrent assets on the statement of financial position; the operating lease liability is included in current liabilities (\$1,340,246) and long-term liabilities (\$12,516,750). The operating lease asset and liability were calculated utilizing the weighted average risk-free discount rate (6.499%), according to the Organization's elected policy. The operating leases have a weighted average remaining life of nine years as of June 30, 2025.

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

NOTE 10 – COMMITMENTS AND CONTINGENCIES (continued)

Additional information about the Organization’s leases are as follows:

Lease costs (included in rent):

Operating lease cost	\$ 1,909,160
Total lease cost	\$ 1,909,160

Other information:

Cash paid for amounts included in measuring operating lease liabilities:

Operating cash flows from operating leases	\$ 1,994,658
Total cash paid for amounts included in measuring operating lease liabilities	\$ 1,994,658

Weighted-average remaining lease term (years)	8.16
Weighted-average discount rate	6.499%

The difference between rent expense and rent paid is non-cash rent.

Maturities of operating lease liabilities as of June 30, 2025:

Years ending June 30:	
2026	\$ 2,156,914
2027	2,167,089
2028	2,220,148
2029	2,274,285
2030	2,255,025
Thereafter	6,476,345
Total lease payments	17,549,806
Less: interest	(3,692,810)
Present value of operating lease liability	\$ 13,856,996

Contingencies

Grants and contracts require the fulfillment of certain conditions set forth in the grant or contract. Failure to fulfill the conditions could result in the return of funds to the grantors. Although the possibility remains, management deems the contingency remote as, by accepting awards and their terms, it has accommodated the objectives of the Organization to the provisions of the grant.

The Organization’s contract with the State of Florida, Department of Children and Families (DCF) is approximately 99% of the Organization’s total revenue for the years ended June 30, 2025 and 2024.

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

NOTE 10 – COMMITMENTS AND CONTINGENCIES (continued)

On January 1, 2022, the Organization entered into contract QJ014 with the Florida Department of Children and Families with a service period through June 30, 2027.

The Organization, in the normal course of business, is subject to claims and litigation. Although the ultimate disposition of these legal matters cannot be predicted with certainty, it is the present opinion of the Organization's management that the outcome of the current litigation will not have material effect on the financial condition of the Organization.

NOTE 11 – DEFINED CONTRIBUTION PROGRAM

The Organization sponsors a defined contribution plan (the Plan) covering substantially all employees. The Organization makes a contribution to the Plan each year equal to 3% of each participants' compensation. Total expense for the years ended June 30, 2025 and 2024 was \$619,037 and \$550,911, respectively.

NOTE 12 – CONTRIBUTED NON-FINANCIAL ASSETS

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise have to be purchased by the Organization. Volunteers also provide many program related services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria were not met.

Donated supplies are recorded at their fair market values on the date of receipt by the Organization. A corresponding amount is recorded as expense.

For the years ended June 30, contributed non-financial assets recognized within the statements of activities included:

	<u>2025</u>	<u>2024</u>
Services	\$ 504,526	\$ -
Supplies	140,935	65,220
Total contributed non-financial assets	<u>\$ 645,461</u>	<u>\$ 65,220</u>

NOTE 13 – LINE OF CREDIT

The Organization obtained a Line of Credit (LOC) during 2023 for \$2,000,000 with a financial institution which was amended to increase the amount to \$12,000,000 and extend the maturity date to April 30, 2026. The LOC bears interest at the Index Rate plus a percentage per annum equal to 2.5% and is collateralized by all accounts receivable. The LOC was unused at June 30, 2025.

SUPPLEMENTAL INFORMATION

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2025

<u>Federal/State Agency, Pass-Through Entity, State Project</u>	<u>ALN/ CSFA Number</u>	<u>Grantor's Contract Number</u>	<u>Passed-Through to Subrecipients</u>	<u>Expenditures</u>
FEDERAL AWARDS				
U.S. Department of Health and Human Services				
Pass-through program from:				
State of Florida, Department of Children and Families:				
Promoting Safe and Stable Families				
	93.556	QJ014	\$ 1,676,136	\$ 1,676,136
Medicaid Cluster				
Medical Assistance Program	93.778	QJ014	20,560	200,945
Temporary Assistance for Needy Families Block Grant	93.558	QJ014	2,781,220	7,939,886
Guardianship Assistance	93.090	QJ014	-	667,317
Chafee Education and Training Vouchers Program	93.599	QJ014	-	76,233
Child Welfare Services-State Grants	93.645	QJ014	408,066	1,007,500
Foster Care Title IV-E	93.658	QJ014	6,161,073	9,850,257
Adoption Assistance	93.659	QJ014	1,679,456	19,243,254
Social Services Block Grant	93.667	QJ014	717,406	3,694,910
Child Abuse and Neglect State Grants	93.669	QJ014	17,239	21,310
Child Abuse and Neglect State Grants	93.669	LJ257	-	298,559
Total for Child Abuse and Neglect State Grants			<u>17,239</u>	<u>319,869</u>
Grants to States for Access and Visitation Programs	93.597	QJ014	193,847	193,847
Chaffee Foster Care for Successful Transition to Adulthood	93.674	QJ014	820,608	1,086,633
Adoption Incentive Payments	93.603	QJ014	-	66,059
Total U.S. Department of Health and Human Services			<u>14,475,611</u>	<u>46,022,846</u>
Total Expenditures of Federal Awards			<u>\$ 14,475,611</u>	<u>\$ 46,022,846</u>
State of Florida, Department of Children and Families				
Direct program:				
Out-of-Home Supports	60.074	QJ014	\$ 17,714,254	\$ 23,576,369
The Independent Living and Road-to-Independence Program	60.112	QJ014	29,850	104,774
CBC-Sexually Exploited Children	60.138	QJ014	136,734	188,072
CBC-Purchase of Therapeutic Services for Children	60.183	QJ014	256,863	298,516
Extended Foster Care Program	60.141	QJ014	223,467	605,396
CBC-Adoption Services	60.076	QJ014	-	119,267
Guardianship Assistance Program	60.210	QJ014	-	758,205
Kinship Navigator Program	60.207	QJ014	178,316	2,458,761
Family Finders Program	60.206	QJ014	-	602,708
CBC-Fatherhood Engagement Specialists	60.211	QJ014	-	85,826
Family Preservation and CWS Diversion Program - Circuit 6	60.214	QJ014	1,559,467	3,898,051
State Funded Child Care Subsidy	60.244	QJ014	-	747,819
Total Expenditures of State Financial Assistance			<u>\$ 20,098,951</u>	<u>\$ 33,443,764</u>
STATE MATCHING OF FEDERAL AWARDS				
Department of Children and Families				
Guardianship Assistance	93.090	QJ014	-	\$ 499,933
Promoting Safe and Stable Families	93.556	QJ014	17,364	37,377
Chafee Education and Training Vouchers Program	93.599	QJ014	-	19,058
Child Welfare Services-State Grants	93.645	QJ014	136,022	335,833
Adoption Assistance	93.659	QJ014	1,679,456	15,275,138
Chaffee Foster Care for Successful Transition to Adulthood	93.674	QJ014	205,152	271,658
Medical Assistance Program	93.778	QJ014	20,560	200,945
Temporary Assistance for Needy Families Block Grant	93.558	QJ014	4,736,269	9,803,155
Foster Care Title IV-E	93.658	QJ014	4,911,478	8,852,535
To be Tested Pursuant to OCA Activity	90.XXX	QJ014	3,979,120	13,781,467
Total Expenditures of State Matching of Federal Awards			<u>\$ 15,685,421</u>	<u>\$ 49,077,099</u>
TOTAL FEDERAL AWARDS, STATE FINANCIAL ASSISTANCE, AND STATE MATCHING OF FEDERAL AWARDS			<u>\$ 50,259,983</u>	<u>\$ 128,543,709</u>

See independent auditor's report.

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

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

JUNE 30, 2025

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance (the schedule) includes the federal award and state grant activity of Family Support Services of Suncoast, LLC under programs and projects of the federal and state government for the year ended June 30, 2025. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.650, *Rules of the Auditor General*. Because the schedule presents only a selected portion of the operations of Family Support Services of Suncoast, LLC it is not intended to and does not present the financial position, changes in net assets, or cash flows of Family Support Services of Suncoast, LLC.

NOTE 2 – BASIS OF ACCOUNTING

This schedule was prepared on the modified accrual basis of accounting. The modified accrual basis differs from the full accrual basis of accounting in that expenditures for property and equipment are expensed when incurred, rather than being capitalized and depreciated over their useful lives, and expenditures for the principal portion of debt service are expensed when incurred, rather than being applied to reduce the outstanding principal portion of debt, which conforms to the basis of reporting to grantors for reimbursement under the terms of the Organization's federal grants.

NOTE 3 – INDIRECT COST RATES

The Organization is not required to utilize the 10% de minimis indirect cost rate allowed under the Uniform Guidance and does not have a Federally Approved indirect cost rate. Allowable indirect general and administrative costs are allocated to programs, grants, contracts using a base that results in an equitable distribution. The Organization allocates rent expense to various departments based upon the square footage occupied by each Department as a percentage of the total space. Telephone and communication line charges are based upon which departmental FTEs are utilizing these services. Commercial insurance, office supplies, office equipment and similar expenses are charged to departments in proportion to their FTEs.

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC

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

JUNE 30, 2025

NOTE 4 – RELATIONSHIP OF THE SCHEDULE TO PROGRAM FINANCIAL REPORTS

The amounts reflected in the financial reports submitted to the awarding federal, state and/or pass-through agencies and the schedule may differ.

Some of the factors that may account for any difference include the following:

- The Organization's fiscal year end may differ from the program's year end.
- Accruals recognized in the schedule, because of year end procedures, may not be reported in the program financial reports until the next program reporting period.
- Fixed asset purchases and the resultant depreciation charges are recognized as fixed assets in the Organization's financial statements and as expenditures in the program financial reports and the schedule.

NOTE 5 – FEDERAL AND STATE CARRY-FORWARD FUNDS

During the year the Organization did not utilize any carry forward revenues from the Department of Children and Families.

NOTE 6 – CONTINGENCIES

Grant monies received and disbursed by the Organization are for specific purposes and are subject to review by the grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures. Management does not believe that such disallowance, if any, would have a material effect on the financial position of the Organization. As of June 30, 2025, there were no material questioned or disallowed costs as a result of grant audits in process or completed.

NOTE 7 – NONCASH ASSISTANCE

The Organization did not receive any federal noncash assistance for the year ended June 30, 2025.

NOTE 8 – LOANS AND LOAN GUARANTEES

The Organization did not have any loans or loan guarantee programs required to be reported on the schedule for the year ended June 30, 2025.



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Partners

W. Ed Moss, Jr.
Joe M. Krusick
Ric Perez
Cori G. Novinich
Renee C. Varga

To the Board of Directors of
Family Support Services of Suncoast, LLC
Largo, Florida

Winter Park, FL 32789
501 S. New York Ave.
Phone: 407-644-5811
www.mosskrusick.com

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Family Support Services of Suncoast, LLC (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 16, 2025.

Report on Internal Control Over Financial Reporting

Clearwater, FL 33761
29605 US Hwy 19 North
Phone: 727-785-7460

In planning and performing our audit of the financial statements, we considered Family Support Services of Suncoast, LLC'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 Family Support Services of Suncoast, LLC's internal control. Accordingly, we do not express an opinion on the effectiveness of Family Support Services of Suncoast, LLC's internal control.

N. Palm Beach, FL 33408
1201 US Highway One
Phone: 561-848-9300

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

Miami Lakes, FL 33016
7900 NW 155th Street
Phone: 305-445-7956

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

Miramar, FL 33025
11450 Interchange Circle
Phone: 954-435-4222

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Family Support Services of Suncoast, LLC'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.

Moss, Krusick & Associates, LLC

Winter Park, Florida
December 16, 2025



Partners

W. Ed Moss, Jr.
Joe M. Krusick
Ric Perez
Cori G. Novinich
Renee C. Varga

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Phone: 954-435-4222

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

To the Board of Directors of
Family Support Services of Suncoast, LLC
Largo, Florida

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project

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

In our opinion, Family Support Services of Suncoast, LLC complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program and State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.650, *Rules of the Auditor General* (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 Family Support Services of Suncoast, LLC and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program and state project. Our audit does not provide a legal determination of Family Support Services of Suncoast, LLC’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 Family Support Services of Suncoast, LLC'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 Family Support Services of Suncoast, LLC's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.650 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than 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 Family Support Services of Suncoast, LLC's compliance with the requirements of each major federal program and state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and Chapter 10.650, 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 Family Support Services of Suncoast, LLC'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 Family Support Services of Suncoast, LLC's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.650, but not for the purpose of expressing an opinion on the effectiveness of Family Support Services of Suncoast, LLC's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program or state project on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or state project that is less severe than a material

Report on Internal Control Over Compliance (continued)

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.

Moss, Krusick & Associates, LLC

Winter Park, Florida
December 16, 2025

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL PROGRAMS AND STATE PROJECTS
JUNE 30, 2025

Section I – Summary of Auditor’s Results

Financial Statements

- | | |
|---|---------------|
| 1. Type of auditor’s report issued: | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weakness(es) identified? | No |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | No |
| 3. Noncompliance material to financial statements noted? | None reported |

Federal Awards

- | | |
|---|---------------|
| 1. Type of auditor’s report issued on compliance for major programs: | Unmodified |
| 2. Internal control over major programs: | |
| a. Material weakness(es) identified? | No |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | None reported |
| 3. Audit findings disclosed that are required to be reported in accordance with Uniform Guidance? | No |
| 4. Dollar threshold used to distinguish between Type A and Type B programs | \$1,380,685 |
| 5. Auditee qualified as low-risk auditee? | Yes |

Identification of major programs:

<u>Name of Federal Program</u>	<u>ALN</u>
Foster Care Title IV-E	93.658
Social Services Block Grant	93.667
Child Welfare Services-State Grants	93.645

FAMILY SUPPORT SERVICES OF SUNCOAST, LLC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL PROGRAMS AND STATE PROJECTS

JUNE 30, 2025

Section I – Summary of Auditor’s Results (continued)

State Financial Assistance

- | | |
|---|---------------|
| 1. Type of auditor’s report issued on compliance for major projects: | Unmodified |
| 2. Internal control over major projects: | |
| a. Material weakness(es) identified? | No |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | None reported |
| 3. Audit findings disclosed that are required to be reported in accordance with the Florida Single Audit Act and Chapter 10.650, Rules of the Auditor General | |
| | No |
| 4. Dollar threshold used to distinguish between Type A and Type B projects | |
| | \$1,003,313 |

Identification of major projects:

<u>Name of State Project</u>	<u>CSFA Number</u>
Out-of-Home Supports	60.074
Family Preservation and CWS Diversion Program - Circuit 6	60.214
Guardianship Assistance Program	60.210

Section II – Financial Statement Findings

No current year findings

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

None (there are no items related to Federal Awards or State Financial Assistance required to be reported in the management letter)

Section IV – Status of Prior Year Audit Findings

There were no prior year audit findings



MANAGEMENT LETTER

Partners

W. Ed Moss, Jr.
Joe M. Krusick
Ric Perez
Cori G. Novinich
Renee C. Varga

To the Board of Directors of
Family Support Services of Suncoast, LLC
Largo, Florida

Report on the Financial Statements

We have audited the financial statements of Family Support Services of Suncoast, LLC, as of and for the fiscal year ended June 30, 2025, and have issued our report thereon dated December 16, 2025.

Auditor’s Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.650, *Rules of the Auditor General*.

Other Reporting Requirements

We have issued our Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor’s Report on Compliance for Each Major Federal Program and State Project and on Internal Control over Compliance; and Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated December 16, 2025, should be considered in conjunction with this management letter.

Additional Matters

Section 10.654(1)(e), *Rules of the Auditor General*, requires us to communicate noncompliance with provisions of contracts or grant agreements, or fraud, waste, or abuse, that has occurred, or is likely to have occurred, that has an effect on the financial statements or State project amounts that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, the Board of Directors, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Moss, Krusick & Associates, LLC

Winter Park, Florida
December 16, 2025

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