

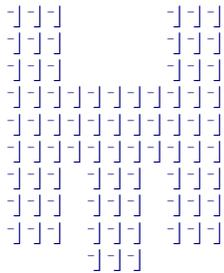
**DRUG ABUSE TREATMENT ASSOCIATION, INC.**

**REPORT ON AUDIT OF  
FINANCIAL STATEMENTS**

**For the Year Ended  
June 30, 2019  
(with comparable totals for 2018)**

## TABLE OF CONTENTS

	<u>PAGE</u>
<b>INDEPENDENT AUDITOR'S REPORT</b>	1-2
<b>FINANCIAL STATEMENTS</b>	
Statement of Financial Position	3
Statement of Activities	4
Statement of Cash Flows	5
Statement of Functional Expenses	6-7
<b>NOTES TO FINANCIAL STATEMENTS</b>	8-16
<b>INTERNAL ACCOUNTING AND ADMINISTRATIVE CONTROL AND COMPLIANCE</b>	
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 <i>Government Auditing Standards</i>	17-18
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by Uniform Guidance	19-20
Schedule of Findings and Questioned Costs	21-22
<b>SUPPLEMENTARY INFORMATION</b>	
Schedule of Expenditures of Federal Awards	23
Notes to Schedule of Expenditures of Federal Awards	24
Schedule of Actual Funding Sources and Revenues	25-26
Schedule of Actual Expenses	27-28



# Holyfield & Thomas, LLC

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
Drug Abuse Treatment Association, Inc.  
Jupiter, Florida

### Report on the Financial Statements

We have audited the accompanying financial statements of Drug Abuse Treatment Association, Inc., (a nonprofit organization) which comprise the statement of financial position as of June 30, 2019, and the related statements of activities, cash flows and functional expenses for the year then ended, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Drug Abuse Treatment Association, Inc. as of June 30, 2019, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2019, on our consideration of Drug Abuse Treatment Association, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 Drug Abuse Treatment Association, Inc.'s internal control over financial reporting and compliance.

## **Other Matters**

### *Other 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, 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*, 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. In addition, the schedules of actual funding sources and revenues, and actual expenses are presented for purposes of additional analysis, and are also not a required part of the basic 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 information is fairly stated, in all material respects, in relation to the financial statements as a whole.

## **Report on Summarized Comparative Information**

We have previously audited the Drug Abuse Treatment Association, Inc.'s June 30, 2018 financial statements, and we expressed an unmodified opinion on those audited financial statements in our report dated February 25, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2018, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Holyfield + Thomas, LLC*

West Palm Beach, Florida  
December 30, 2019

**DRUG ABUSE TREATMENT ASSOCIATION, INC.**

**STATEMENT OF  
FINANCIAL POSITION**

*As of June 30, 2019*

*(with comparable totals for 2018)*

	Without Donor Restrictions	With Donor Restrictions	2019	2018
<b>ASSETS</b>				
Cash and cash equivalents	\$ 2,224,514	\$ -	\$ 2,224,514	\$ 1,798,686
Certificates of deposit	852,531	-	852,531	1,250,000
Grants and other receivables	748,031	-	748,031	547,672
United Way allocation receivable	-	176,130	176,130	171,000
Prepaid expenses	108,056	-	108,056	103,020
Other assets	5,760	-	5,760	3,225
Property and equipment, net	420,371	-	420,371	413,238
Total assets	<u>\$ 4,359,263</u>	<u>\$ 176,130</u>	<u>\$ 4,535,393</u>	<u>\$ 4,286,841</u>
<b>LIABILITIES AND NET ASSETS</b>				
Accounts payable	\$ 80,154	\$ -	\$ 80,154	\$ 183,838
Accrued expenses	1,518	-	1,518	418
Pension payable	444,980	-	444,980	363,764
Paid time off payable	169,580	-	169,580	164,440
Accrued wages	171,711	-	171,711	75,872
Total liabilities	<u>867,943</u>	<u>-</u>	<u>867,943</u>	<u>788,332</u>
Net assets:				
Without donor restrictions:				
Designated for property and equipment	420,371	-	420,371	413,238
Designated for capital improvements	511,363	-	511,363	500,289
Undesignated	2,559,586	-	2,559,586	2,413,982
Total without donor restrictions	<u>3,491,320</u>	<u>-</u>	<u>3,491,320</u>	<u>3,327,509</u>
With donor restrictions	<u>-</u>	<u>176,130</u>	<u>176,130</u>	<u>171,000</u>
Total net assets	<u>3,491,320</u>	<u>176,130</u>	<u>3,667,450</u>	<u>3,498,509</u>
Total liabilities and net assets	<u>\$ 4,359,263</u>	<u>\$ 176,130</u>	<u>\$ 4,535,393</u>	<u>\$ 4,286,841</u>

*See accompanying notes to financial statements.*

**DRUG ABUSE TREATMENT ASSOCIATION, INC.**

**STATEMENT OF  
ACTIVITIES**

*For the Year Ended June 30, 2019*

*(with comparable totals for 2018)*

	Without Donor Restrictions	With Donor Restrictions	2019 Totals	2018 Totals
Revenues and support:				
Government grants and contracts	\$ -	\$ 6,442,105	\$ 6,442,105	\$ 5,844,875
Teachers and school program	-	117,196	117,196	117,196
Other grants and contracts	-	21,252	21,252	41,580
Contributed use of facilities	-	374,430	374,430	313,100
Program service fees	151,541	-	151,541	187,505
Contributions-direct	8,772	-	8,772	1,692
United Way allocation	95,626	176,130	271,756	272,693
Interest income	40,318	-	40,318	15,044
Total revenues and support	296,257	7,131,113	7,427,370	6,793,685
Net assets released from restrictions	7,125,983	(7,125,983)	-	-
	7,422,240	5,130	7,427,370	6,793,685
Expenses:				
Program services:				
Residential	2,224,315	-	2,224,315	2,139,761
Outpatient	644,577	-	644,577	642,510
TASC	602,076	-	602,076	674,691
On site	624,167	-	624,167	577,938
Outreach	845,250	-	845,250	816,016
Prevention	1,077,303	-	1,077,303	1,000,408
Medical services	20,569	-	20,569	34,839
Incidentals	8,907	-	8,907	4,800
Aftercare	-	-	-	20,815
Behavioral Health (Non-SAMH)	417,168	-	417,168	-
Total program services	6,464,332	-	6,464,332	5,911,778
Supporting services:				
Administrative and general	794,097	-	794,097	713,133
Total expenses	7,258,429	-	7,258,429	6,624,911
Change in net assets	163,811	5,130	168,941	168,774
Net assets, beginning of year	3,327,509	171,000	3,498,509	3,329,735
Net assets, end of year	\$ 3,491,320	\$ 176,130	\$ 3,667,450	\$ 3,498,509

*See accompanying notes to financial statements.*

**DRUG ABUSE TREATMENT ASSOCIATION, INC.**

**STATEMENT OF  
CASH FLOWS**

*For the Year Ended June 30, 2019*

*(with comparable totals for 2018)*

	2019	2018
Cash flows from operating activities:		
Cash received from government grants and contracts	\$ 6,262,998	\$ 6,019,098
Cash received from program fees	151,541	187,505
Cash received from contributions and support	275,398	270,245
Cash paid to suppliers and employees	(6,635,912)	(5,836,493)
Interest income	40,318	15,044
Net cash provided by operating activities	94,343	655,399
Cash flows from investing activities:		
Proceeds from certificates of deposit	397,469	473,112
Purchase of property and equipment	(65,991)	(24,582)
Net cash provided by investing activities	331,478	448,530
Net change in cash and cash equivalents	425,821	1,103,929
Cash and cash equivalents, beginning of year	1,798,686	694,757
Cash and cash equivalents, end of year	\$ 2,224,507	\$ 1,798,686
Reconciliation of change in net assets to net cash provided by operating activities:		
Change in net assets	\$ 168,941	\$ 168,774
Adjustment to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	58,856	52,397
(Increase) decrease in certain assets:		
Grants and other receivables	(200,357)	132,643
United Way allocation receivable	(5,130)	(4,140)
Prepaid expenses	(5,036)	(24,699)
Other assets	(2,535)	(538)
Increase (decrease) in certain liabilities:		
Accounts payable	(103,691)	121,106
Accrued expenses	1,100	(1,228)
Pension payable	81,216	210,237
Paid time off payable	5,140	8,624
Accrued wages	95,839	(7,777)
Net cash provided by operating activities	\$ 94,343	\$ 655,399

*See accompanying notes to financial statements.*

**DRUG ABUSE TREATMENT ASSOCIATION, INC.**

***For the Year Ended June 30, 2019***

	Program Services					
	SAMH Contracts					
	Residential	Outpatient	TASC	On site	Outreach	Prevention
Personnel expenses:						
Salaries and wages	\$ 1,193,582	\$ 387,393	\$ 404,087	\$ 448,516	\$ 549,988	\$ 701,197
Fringe benefits	335,148	129,203	85,208	102,576	179,409	200,456
Total personnel expenses	1,528,730	516,596	489,295	551,092	729,397	901,653
Operating expenses:						
Building and occupancy	194,436	47,441	58,337	48,688	76,803	132,622
Professional fees	17,138	11,244	7,603	3,028	4,980	7,854
Donated services	117,196	-	-	-	-	-
Travel	23,673	2,644	9,546	5,605	9,628	10,775
Equipment costs	16,715	3,601	707	557	787	883
Food costs	132,500	46	-	-	-	-
Medical/pharmacy	1,190	-	-	-	-	-
Depreciation - State	10,102	600	4,023	520	913	-
Insurance	42,415	9,763	3,454	4,111	6,582	5,282
Operating supplies and expenses	102,316	48,342	28,989	10,566	16,160	18,234
Depreciation expense	37,904	4,300	122	-	-	-
Total operating expenses	695,585	127,981	112,781	73,075	115,853	175,650
Supporting services	-	-	-	-	-	-
Total expenses	\$ 2,224,315	\$ 644,577	\$ 602,076	\$ 624,167	\$ 845,250	\$ 1,077,303

*See accompanying notes to financial statements.*

**STATEMENT OF  
FUNCTIONAL EXPENSES**

*(with comparable totals for 2018)*

Program Services									
Medical Services	SAMH Contracts		PBC School Distr. Behavioral	Total Program Services	Administrative and General	2019 Total	2018 Total		
	Incidentals	Total SAMH							
\$ 7,648	\$ -	\$ 3,692,411	\$ 309,864	\$ 4,002,275	\$ 562,529	\$ 4,564,804	\$ 4,136,740		
4,830	-	1,036,830	57,195	1,094,025	142,200	1,236,225	1,152,468		
12,478	-	4,729,241	367,059	5,096,300	704,729	5,801,029	5,289,208		
501	-	558,828	41,230	600,058	25,200	625,258	532,795		
1,586	-	53,433	-	53,433	3,142	56,575	78,287		
-	-	117,196	-	117,196	-	117,196	117,196		
974	-	62,845	2,591	65,436	12,950	78,386	77,542		
-	-	23,250	-	23,250	1,443	24,693	23,964		
-	-	132,546	-	132,546	-	132,546	129,264		
2,433	-	3,623	-	3,623	-	3,623	3,802		
-	-	16,158	-	16,158	-	16,158	16,090		
1,542	-	73,149	-	73,149	3,327	76,476	85,894		
1,055	8,907	234,569	6,288	240,857	42,934	283,791	234,562		
-	-	42,326	-	42,326	372	42,698	36,307		
8,091	8,907	1,317,923	50,109	1,368,032	89,368	1,457,400	1,335,703		
-	-	-	-	-	-	-	-		
\$ 20,569	\$ 8,907	\$ 6,047,164	\$ 417,168	\$ 6,464,332	\$ 794,097	\$ 7,258,429	\$ 6,624,911		

*See accompanying notes to financial statements.*

*For the Year Ended June 30, 2019*

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**1. Summary of Significant Accounting Policies**

*Organization and Nature of Activities*

The accompanying financial statements account for the activities of Drug Abuse Treatment Association, Inc. (DATA). DATA was incorporated in 1966, and provides substance abuse treatment services within Palm Beach, Martin, St. Lucie, Indian River, and Okeechobee Counties, Florida.

*Financial Statement Presentation*

DATA follows Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) 958-205, *Presentation of Financial Statements*. The standard requires that DATA present information regarding its financial position and activities according to two classes of net assets, described as follows:

Net Assets without Donor Restrictions: this classification includes those net assets whose use is not restricted by donors, even though their use may be limited in other respects, such as by contract or by board designation. Changes in net assets arising from exchange transactions (except income and gains on assets that are restricted by donors or by law) are included in the net asset without donor restriction class.

Net Assets with Donor Restrictions: this classification includes those net assets whose use by DATA has been limited by donors to either a later period of time, after a specified date, or for a specified purpose. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

*Basis of Accounting*

The financial statements of DATA have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities. Revenues are recognized when they are earned, and expenses are recognized when they are incurred.

*Use of Estimates*

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

*Prior Year Summarized Information*

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the DATA's financial statements for the year ended June 30, 2018, from which the summarized information was derived.

*For the Year Ended June 30, 2019*

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**1. Summary of Significant Accounting Policies, continued**

*Fair Value of Financial Instruments*

DATA follows FASB ASC 820-10, *Fair Value Measurements and Disclosures*, which provides a common definition of fair value, establishes a framework to measure fair value within accounting principles generally accepted in the United States of America, and expands the disclosures about fair value measurements. The standard does not create any new fair value measurements. Instead, it applies under existing accounting pronouncements that require or permit fair value measurements.

For assets and liabilities measured at fair value on a recurring basis, entities should disclose information that allows financial statement users to assess (1) the inputs used to develop such measurements, such as Level 1 (i.e., quoted price in an active market for an identical asset or liability), Level 2 (i.e., quoted price for similar assets or liabilities in active markets), or Level 3 (i.e., unobservable inputs); and (2) the effect on changes in net assets of recurring measurements that use significant unobservable (Level 3) inputs. DATA does not have financial instruments measured at fair value in the accompanying financial statements.

*Cash and Cash Equivalents*

For purposes of the statement of cash flows, DATA considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

*Certificates of Deposit*

DATA's certificates of deposit have initial maturities of three to six months and therefore are not considered cash and cash equivalents.

*Grants and Other Receivables/ United Way Allocation Receivable*

Grants and other receivables consist of amounts due to DATA under various state and local grants, as well as from other agencies. United Way allocation receivable is an unconditional promise to give from the Town of Palm Beach United Way. A provision for doubtful accounts as of June 30, 2019 was deemed unnecessary because the amounts are considered to be fully collectible.

*Property and Equipment and Depreciation*

Items of property and equipment are stated at cost or, in the case of contributed assets, at fair market value at the time of receipt. Individual items costing less than \$1,000 (\$2,500 for computer equipment) are expensed. Depreciation of property and equipment is provided on a straight-line basis over the estimated useful lives of the assets, which range from 5 to 39 years.

***For the Year Ended June 30, 2019***

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**1. Summary of Significant Accounting Policies, continued***Contributions*

In accordance with FASB ASC 958-605, *Revenue Recognition*, contributions received, including unconditional promises, are recognized as revenues when the donor's commitment is received. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as net assets with donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

DATA recognizes revenue received from contracts with state and county agencies according to the terms of the contracts. Grant revenue is recognized as grant funds are accessed through periodic billings for contracted services provided. Expenses are recorded when incurred in accordance with the accrual basis of accounting.

DATA reports gifts of goods and equipment as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as support with donor restrictions. Absent explicit donor stipulations about how long those long-lived assets must be maintained, DATA reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

*Income Taxes*

DATA is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to DATA's tax-exempt purpose would be subject to taxation as unrelated business income. There were no such unrelated activities for the year ended June 30, 2019.

DATA follows FASB ASC 740-10, *Accounting for Uncertainty in Income Taxes*. This pronouncement seeks to reduce the diversity in practice associated with certain aspects of measurement and recognition in accounting for income taxes. It prescribes a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position that an entity takes or expects to take in a tax return. An entity may only recognize or continue to recognize tax positions that meet a "more likely than not" threshold. DATA assesses its income tax positions based on management's evaluation of the facts, circumstances and information available at the reporting date. DATA uses the prescribed more likely than not threshold when making its assessment. DATA has not accrued any interest expense or penalties related to tax positions. There are currently no open Federal or State tax years under audit.

*Advertising Costs*

Advertising costs for recruitment of personnel are expensed as incurred. Total advertising expense for the year ended June 30, 2019 was \$2,564. Advertising costs are included in operating supplies and expenses in the statement of functional expenses.

***For the Year Ended June 30, 2019***

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**1. Summary of Significant Accounting Policies, continued***Functional Allocation of Expenses*

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and activities benefited.

*Recent Accounting Pronouncements*

In February 2016, the FASB issued ASU No. 2016-02, *Leases* (Topic 842). ASU 2016-02 replaces existing leasing rules with a comprehensive lease measurement and recognition standard and expanded disclosure requirements. ASU 2016-02 will require lessees to recognize most leases on their statement of financial position as liabilities, with corresponding "right-of-use" assets. The standard is effective for annual reporting periods in fiscal years that begin after December 15, 2020. Therefore, the standard will be effective for DATA's fiscal year beginning July 1, 2021 and ending June 30, 2022. Management is evaluating the effect that the updated standard will have on the financial statements.

*Recent Adopted Accounting Pronouncements*

In August 2016, the FASB issued ASU 2016-14, *Not-for-Profit Entities* (Topic 958): *Presentation of Financial Statements for Not-for-Profit Entities*, which changes the current guidance for net asset classification, Board designations, investment return, underwater endowment funds, expenses, liquidity and presentation of operating cash flows. DATA has adjusted the presentation of its financial statements, accordingly, applying the changes retrospectively, with the exception of liquidity, which can be reported in the current period only. The new standards change the following aspects of DATA's financial statements:

- The temporarily restricted and permanently restricted net asset classes have been combined into a single net asset class called net assets with donor restrictions.
- The unrestricted net asset class has been renamed net assets without donor restrictions.
- The format of the statement of cash flows is the direct method of reporting cash flows from operations, and a reconciliation using the indirect method is included.
- The financial statements include a new disclosure about liquidity and availability of resources (Note 2).
- A summary of the net asset reclassifications driven by the adoption of ASU 2016-14 changed the beginning net assets for the year ended June 30, 2019, follows:

As originally stated:

Unrestricted	\$ 3,327,509
Temporarily restricted	<u>171,000</u>
Total beginning net assets, July 1, 2018	<u>\$ 3,498,509</u>

As restated:

Without donor restrictions	\$ 3,327,509
With donor restrictions	<u>171,000</u>
Total beginning net assets, July 1, 2018	<u>\$ 3,498,509</u>

*For the Year Ended June 30, 2019*

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**2. Liquidity and Availability of Resources**

Financial assets available for general expenditure within one year of the statement of financial position date that are without donor restrictions or other restrictions limiting their use comprise the following:

Cash and cash equivalents	\$ 2,224,514
Less cash designated for capital improvements	(511,363)
Grants and other receivables	748,031
United Way allocation receivable	<u>176,130</u>
Financial assets available to meet general expenditures over the next 12 months	<u>\$ 2,637,312</u>

DATA is substantially supported by government grants and other contracts without donor and with donor restrictions. Because a donor’s restriction requires resources to be used in a particular manner or in a future period, DATA must maintain sufficient resources to meet those responsibilities to its donors. Some of DATA’s net assets with donor restrictions are available for general expenditure within one year of June 30, 2019 because the restrictions on the net assets are expected to be met by conducting the normal program activities of DATA in the coming year. Accordingly, the related resources have been included in the quantitative information detailing the financial assets available to meet general expenditures within one year.

While the analysis above excludes cash designated for capital improvements, DATA could access these funds if circumstances justified such action. Additionally, part of the DATA’s liquidity management plan is to invest cash in excess of the monthly requirements into short-term investments such as certificates deposit and money market funds. If needed, these investments could be available to utilize as well.

**3. Prepaid Expenses**

Prepaid expenses consist primarily of unamortized portion of prepaid insurance, in addition to other prepaid items. As of June 30, 2019, prepaid insurance totaled \$103,595.

**4. Property and Equipment**

Property and equipment consisted of the following as of June 30, 2019:

Buildings	\$ 630,715
Leasehold improvements	302,889
Furniture and equipment	<u>577,727</u>
	1,511,331
(Less) accumulated depreciation	<u>(1,109,168)</u>
	402,163
Plus construction in process (not depreciated)	<u>18,208</u>
Property and equipment, net	<u>\$ 420,371</u>

Depreciation expense for the year ended June 30, 2019 was \$58,856. Construction in process as of June 30, 2019 includes costs associated the Kelly Center kitchen remodeling project.

*For the Year Ended June 30, 2019*

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**5. Paid Time Off (PTO) Payable**

DATA's employee fringe benefit package provides that paid time off will accrue at the rate of 3.69 hours per pay period for the first two years of employment, 5.53 hours per pay period from 2 to 5 years of employment, 7.38 hours per pay period from 5 to 10 years of employment, and 9.23 hours per pay period after 10 years of employment. DATA employees who work in school-based programs have a modified version of the paid time off accrual. Paid time off ceases to accrue for an employee when his or her unused hours total 240.

Employees who terminate in good standing will receive payment for unused paid time off in accordance with the personnel policy.

**6. Designated Net Assets**

The Board of Directors designated \$511,363 of the net assets balance as June 30, 2019 to fund building renovations, including furniture and fixtures at DATA's facilities, and to purchase new automobiles as necessary. These funds are not intended to function as Board-designated endowments.

**7. Net Assets With Donor Restrictions**

Net assets with donor restrictions available for periods after June 30, 2019 consisted of the unconditional allocation receivable from United Way. DATA's allocation receivable as of June 30, 2019 amounted to \$176,130 and is restricted for the Kelly Center residential facility.

DATA recognizes its unconditional allocation receivable in the period received, instead of when collected or when the associated expenses are incurred. Accordingly, the prior year allocation is released from restriction in the current year, as the time restriction expires, and the new allocation is recognized as restricted. As the amount of this allocation increases or decreases from year to year, the change will result in a positive or negative change in net assets. This change in net assets with donor restrictions does not necessarily represent the financial result of the programs for which the allocation is received.

During the year ended June 30, 2019, net assets were released from donor restrictions by incurring expenses satisfying the purpose or time restrictions specified by donors as follows:

Substance Abuse and Mental Health ("SAMH") contracts:	
SAMH contracts, federal government	\$ 5,477,654
State and local government grants	867,030
Federal grants and contracts	<u>97,421</u>
Total government contracts and grants	6,442,105
Various direct contributions –	
Other grants and contracts	21,252
United Way contributions	171,000
Teachers and school programs in-kind	117,196
Contributed use of facilities in-kind	<u>374,430</u>
Total program restrictions satisfied	<u>\$ 7,125,983</u>

For the Year Ended June 30, 2019**7. Residential, Prevention and Other Treatment Facilities**

*Residential facility, Kelly Center* - DATA operates two residential facilities for adolescent substance abuse treatment. The Kelly Center, located in West Palm Beach, Florida, is situated on land owned by the Jerome Golden Center. The land is made available at no cost to DATA under a lease agreement that provides for automatic three-year renewals through November 30, 2084 at DATA's option. The agreement provides for no monthly land lease payments, but the in-kind lease amount agreed to by both parties approximates fair rental value. DATA is responsible for the operating costs of maintaining the residential facility. In-kind rent for the Jerome Golden Center totaled \$13,200 for 2019.

*Residential facility, Hayslip Center* - DATA's other residential facility, the Hayslip Center, is located in the St. Lucie County Youth Hall in Fort Pierce, Florida. The Board of County Commissioners of St. Lucie County provides the primary building at the facility and the land to DATA rent free. The St. Lucie District School Board also provides a portable classroom building rent free for DATA's use. These facilities are being provided to DATA free of charge through June 30, 2021, as long as they are used for their intended purposes. The use of these facilities is valued at \$72,000 per year by St. Lucie County, and is accounted for by DATA as contributed use of facility revenue and offsetting rent expense.

*Prevention and other treatment facilities* - In addition to the residential facilities, DATA also conducts prevention and other treatment programs in the five county areas it serves. These counties provide office space and utilities to DATA free of charge. The use of these facilities for each of these counties is valued based on contemporaneous rental values in the areas and are accounted for by DATA as contributed use facilities with offsetting rent expense.

*SPORT* – In August 2015 DATA added its SPORT Prevention Plus Wellness program in Palm Beach County which is based on the Behavior-Image Model, which asserts that social and self-images are key motivators for the development of healthy behavior.

The rent amounts for prevention and other treatment facilities for the year ended June 30, 2019 are:

St. Lucie County	\$ 73,000
Palm Beach County	<u>216,230</u>
Total prevention and other treatment facility lease expense	<u>\$ 289,230</u>

Combined residential and prevention facilities rent expense for the years ended June 30, 2019 is summarized as follows:

Residential facility, Kelly Center	\$ 13,200
Residential facility, Hayslip	72,000
Prevention and other treatment facilities	<u>289,230</u>
Total residential, prevention and other treatment facility lease expense	<u>\$ 374,430</u>

***For the Year Ended June 30, 2019***

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**8. Teachers and Schools Program**

The School Boards of Palm Beach County and St. Lucie County provide educational personnel, curriculum materials, and appropriate psycho-educational evaluations for adolescents who participate in residential substance abuse treatment programs and the day treatment program, and who are eligible for Alternative Education and/or other Exceptional Student Education programs. For the year ended June 30, 2019, the value of these services and materials has been recorded in these financial statements as teachers and school programs revenue and program services expense in the amount of \$117,196. These amounts are based on salaries paid by the School Boards to the respective teachers and aides and the cost of the related educational materials.

**9. School Nutrition Program**

Under an agreement with the Florida Department of Education, DATA participates in the National Nutrition Program sponsored by the United States Department of Agriculture. The program provides reimbursement for free or reduced-price school breakfasts and lunches provided to qualified applicants in residential facilities. For the year ended June 30, 2019, school nutrition reimbursements amounted to \$61,956, and are included in government grants and contracts revenue.

**10. Concentrations**

DATA's operations are funded largely by grants received from the State of Florida, federal government and local county sources. Funding from the State of Florida, through Southeast Florida Behavioral Health Network, Inc., amounted to 74% of DATA's total revenues for the year ended June 30, 2019. Funding from other local, state and federal government sources accounted for an additional 13% of current revenues. These contracts generally are awarded with one to three-year terms and are dependent upon DATA's past performance, the availability of governmental funds and programs, and DATA's success in competing against other agencies for access to these funds. DATA obtained a multi-year contract with the Southeast Florida Behavioral Health Network, Inc. commencing on July 1, 2016 and expiring on June, 30, 2019.

DATA maintains cash deposits at different banks, which DATA periodically evaluates and believes to be in sound financial condition. Deposits located at banks are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of June 30, 2019, DATA had approximately \$1,492,000 of cash deposits that exceeded FDIC limits. DATA has not experienced any loss on such accounts and management believes it is not exposed to any significant credit risk arising from such balances.

**11. Retirement Plan**

DATA provides a defined contribution plan for its employees who are at least 21 years old and have attained one (1) year of service and a minimum of 1,000 hours for the year. A discretionary amount ranging from 0% to 25%, subject to IRS limitations, of eligible compensation may be determined by the board of directors to be contributed to the plan each year. The contributions for the year ending June 30, 2019 amounted to \$444,980, which remained unpaid at year end. This amount was calculated at a funding goal of 14.25% per each participant's plan compensation, plus an additional amount for one employee due to the contribution formula being integrated with the social security limit. This contribution is included in fringe benefit expenses in the Statement of Functional Expenses.

For the Year Ended June 30, 2019

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**12. Commitments**

DATA is committed under certain building and office space leases extending to May 2020, subject to certain renewal options. For the year ended June 30, 2019, rent expense, exclusive of in-kind for office space, totaled \$118,083, which is included in building and occupancy expense in the statement of functional expenses.

Minimum expected future rental payments are as follows:

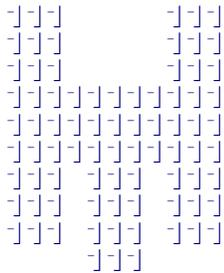
Year ending June 30,

2020

\$ 61,017

**13. Subsequent Events**

DATA's management has evaluated subsequent events through December 30, 2019, the date on which the financial statements were available to be issued, and determined there were no additional events to disclose in these financial statements.



# Holyfield & Thomas, LLC

Certified Public Accountants & Advisors

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## 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

To the Board of Directors of  
Drug Abuse Treatment Association, Inc.  
Jupiter, Florida

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 Drug Abuse Treatment Association, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2019, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 30, 2019.

### ***Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statements, we considered Drug Abuse Treatment Association, Inc.'s internal control over financial reporting (internal control) to determine the 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 Drug Abuse Treatment Association, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Drug Abuse Treatment Association, Inc.'s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable 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.

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.

### ***Compliance and Other Matters***

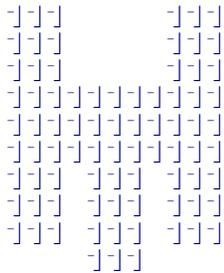
As part of obtaining reasonable assurance about whether Drug Abuse Treatment Association, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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 Drug Abuse Treatment Association, Inc.'s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Drug Abuse Treatment Association, Inc.'s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Holyfield & Thomas, LLC*

West Palm Beach, Florida  
December 30, 2019



# Holyfield & Thomas, LLC

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## INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Directors of  
Drug Abuse Treatment Association, Inc.  
Jupiter, Florida

### Report on Compliance for Each Major Federal Program

We have audited Drug Abuse Treatment Association, Inc.’s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Drug Abuse Treatment Association, Inc.’s major federal programs for the year ended June 30, 2019. Drug Abuse Treatment Association, Inc.’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

### Management’s Responsibility

Management is responsible for compliance with of federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

### Auditor’s Responsibility

Our responsibility is to express an opinion on compliance for each of Drug Abuse Treatment Association, Inc.’s major federal programs based on our audit of the types of compliance requirements referred to above. 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Drug Abuse Treatment Association, Inc.’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Drug Abuse Treatment Association, Inc.’s compliance.

### Opinion on Each Major Federal Program

In our opinion, Drug Abuse Treatment Association, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

## Report on Internal Control Over Compliance

Management of Drug Abuse Treatment Association, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Drug Abuse Treatment Association, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Drug Abuse Treatment Association, Inc.'s 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 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

*Holyfield + Thomas, LLC*

West Palm Beach, Florida  
December 30, 2019

*For the Year Ended June 30, 2019*

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**SECTION I – SUMMARY OF AUDITOR’S RESULTS**

*Financial Statements*

Type of auditor’s report issued:	Unmodified
Internal control over financial reporting:	
Material weakness identified?	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	No
Noncompliance material to financial statements noted?	No

*Federal Awards*

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	No
Type of auditor’s report issued on compliance on major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)?	No

Major programs:	
Federal Grantor	U.S. Department of Health and Human Services
CFDA Number	93.959
Name of Federal Program or Cluster	Block Grant for Prevention and Treatment of Substance Abuse
Dollar Threshold used to distinguish between type A and type B programs:	\$ 750,000
Auditee qualified as a low-risk auditee?	Yes

*For the Year Ended June 30, 2019*

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**SECTION II – FINANCIAL STATEMENT FINDINGS**

No findings are reported.

**SECTION III – FINDINGS AND QUESTIONED COSTS**

Major Federal Programs – No findings or questioned costs are reported.

**CORRECTIVE ACTION PLAN**

There is no corrective action plan required, as there are no findings or questioned costs reported for the year ended June 30, 2019, with respect to federal awards.

**PRIOR YEAR AUDIT FINDINGS AND QUESTIONED COSTS**

Federal Programs – There were no audit findings or questioned costs for the year ended June 30, 2018, relative to federal awards, requiring action on the part of the auditee for that fiscal year.

**SUPPLEMENTARY INFORMATION**

**DRUG ABUSE TREATMENT ASSOCIATION, INC.**

**SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS**

*For the Year Ended June 30, 2019*

Federal Grantor Pass-through Entity Federal Program Title	CFDA Number / Award Number	Federal Expenditures
U.S. Department of Health and Human Services Passed through from State of Florida, Southeast Florida Behavioral Health Network, Inc. (SFBHN):		
Block Grant for Prevention and Treatment of Substance Abuse	93.959 LDC07-C15 LDC07-C19	\$ 3,265,050 2,162,681
Temporary Assistance for Needy Families	93.558 LDC07-C15 LDC07-C19	42,435 <u>7,488</u>
Total Department of Health and Human Services		<u>5,477,654</u>
U.S. Department of Agriculture Passed through from State of Florida, Department of Agriculture and Consumer Services:		
National School Lunch Program School Breakfast Program	10.555 10.553	39,441 <u>22,515</u>
Total Department of Agriculture		<u>61,956</u>
U.S. Department of Justice Passed through from Palm Beach County, School Board:		
National Institute of Justice	2014-CK-BX-0018	<u>35,465</u>
Total Department of Justice		<u>35,465</u>
Total expenditures of federal awards		<u>5,575,075</u>
Other state and local government grants and contracts		<u>867,030</u>
Total government grants and contracts		<u>\$ 6,442,105</u>

*See independent auditor's report.*

*For the Year Ended June 30, 2019*

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**1. Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Drug Abuse Treatment Association, Inc. under programs of the federal government for the year ended June 30, 2019. 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). Because the Schedule presents only a selected portion of the operations of Drug Abuse Treatment Association, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of Drug Abuse Treatment Association, Inc.

**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 wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**3. Indirect Cost Rate**

Drug Abuse Association, Inc. has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

*See independent auditor's report.*

**DRUG ABUSE TREATMENT ASSOCIATION, INC.**

***For the Year Ended June 30, 2019***

	State Designated SAMH Covered Center											
	Circuit 15											
	Adolescent							Adult				
	Residential Level 2	Prevention	On site	Outreach	Outpatient	TASC	Incidentals	Medical Services	Outreach	Outpatient	TASC	On site
Government funding:												
State funding	\$ 742,911	\$835,792	\$506,386	\$517,150	\$216,344	\$300,654	\$ 4,620	\$ 4,273	\$132,720	\$ 36,534	\$ 21,021	\$ 37,010
Local government	160,854	-	152,990	-	20,498	-	-	-	-	-	-	-
Federal grants and contracts	31,879	-	-	-	-	-	-	-	-	-	-	-
In-kind from local government only	13,200	75,000	28,227	38,929	-	23,500	-	-	6,626	-	1,500	1,218
Total government funding	948,844	910,792	687,603	556,079	236,842	324,154	4,620	4,273	139,346	36,534	22,521	38,228
All other revenues:												
Medicaid, first and third party fees	30,055	-	-	-	38,535	-	-	-	-	5,862	-	-
Contributions and donations	176,130	-	-	-	-	-	-	-	-	-	-	-
Interest income	-	-	-	-	-	-	-	-	-	-	-	-
Other grants and contracts	21,252	-	-	-	-	-	-	-	-	-	-	-
In-kind	67,196	-	-	-	-	-	-	-	-	-	-	-
Total all other revenues	294,633	-	-	-	38,535	-	-	-	-	5,862	-	-
Total funding sources and revenues	\$ 1,243,477	\$910,792	\$687,603	\$556,079	\$275,377	\$324,154	\$ 4,620	\$ 4,273	\$139,346	\$ 42,396	\$ 22,521	\$ 38,228

*See independent auditor's report.*

**SCHEDULE OF  
ACTUAL FUNDING SOURCES AND REVENUES**

State Designated SAMH Covered Center												Total			
Circuit 19												Designated SAMH	Non-SAMH	Supporting	Total
Adolescent								Adult				Cost Center	Cost Center	Services	
Residential Level 2	Prevention	TASC	Outpatient	Outreach	On site	Incidentals	Medical Services	Outpatient	TASC	Outreach	On site				
\$ 799,303	\$387,340	\$307,746	\$100,222	\$145,430	\$196,205	\$ 4,287	\$ 3,862	\$149,106	\$ 25,787	\$ 15,460	\$ 22,709	\$ 5,512,872	\$ -	\$ -	\$ 5,512,872
-	-	-	-	-	-	-	-	-	-	-	-	334,342	532,935	-	867,277
30,077	-	-	-	-	-	-	-	-	-	-	-	61,956	-	-	61,956
72,000	35,000	23,347	1,440	5,447	3,587	-	-	1,560	1,653	560	406	333,200	41,230	-	374,430
901,380	422,340	331,093	101,662	150,877	199,792	4,287	3,862	150,666	27,440	16,020	23,115	6,242,370	574,165	-	6,816,535
37,744	-	-	27,260	-	-	-	-	12,085	-	-	-	151,541	-	-	151,541
78,830	-	-	16,490	-	-	-	-	-	-	-	-	271,450	-	9,078	280,528
-	-	-	-	-	-	-	-	-	-	-	-	-	-	40,318	40,318
-	-	-	-	-	-	-	-	-	-	-	-	21,252	-	-	21,252
50,000	-	-	-	-	-	-	-	-	-	-	-	117,196	-	-	117,196
166,574	-	-	43,750	-	-	-	-	12,085	-	-	-	561,439	-	49,396	610,835
\$ 1,067,954	\$422,340	\$331,093	\$145,412	\$150,877	\$199,792	\$ 4,287	\$ 3,862	\$162,751	\$ 27,440	\$ 16,020	\$ 23,115	\$ 6,803,809	\$ 574,165	\$ 49,396	\$ 7,427,370

*See independent auditor's report.*

**DRUG ABUSE TREATMENT ASSOCIATION, INC.**

***For the Year Ended June 30, 2019***

	State Designated SAMH Covered Center												
	Circuit 15												Circuit 19
	Adolescent						Adult						Adolescent
	Residential Level 2	Prevention	On site	Outreach	Outpatient	TASC	Medical services	Incidentals	Outreach	Outpatient	TASC	On site	Residential Level 2
Personnel expenses:													
Salaries and wages	\$ 639,590	\$ 457,972	\$ 359,443	\$ 318,902	\$ 166,078	\$ 199,135	\$ 3,824	\$ -	\$ 117,203	\$ 27,323	\$ 12,710	\$ 13,377	\$ 553,992
Fringe benefits	177,316	128,315	78,956	113,046	54,804	36,445	2,337	-	37,827	7,882	2,327	4,652	157,832
Total personnel expense	816,906	586,287	438,399	431,948	220,882	235,580	6,161	-	155,030	35,205	15,037	18,029	711,824
Operating expenses:													
Building and occupancy	69,961	91,591	42,741	58,924	20,519	26,906	-	-	11,872	3,381	1,718	1,954	124,475
Professional fees	8,411	4,177	2,692	3,708	5,004	3,518	793	-	972	824	225	137	8,727
Donated services	67,196	-	-	-	-	-	-	-	-	-	-	-	50,000
Travel	10,960	6,507	2,636	3,567	959	4,420	487	-	1,877	158	282	187	12,713
Equipment costs	8,441	821	474	631	1,008	202	-	-	120	166	13	20	8,274
Food costs	72,485	-	-	-	39	-	-	-	-	7	-	-	60,015
Medical/pharmacy	595	-	-	-	-	-	1,297	-	-	-	-	-	595
Depreciation - State	9,259	-	245	392	-	1,951	-	-	67	-	-	12	843
Insurance	23,056	3,455	3,684	5,078	3,571	612	771	-	1,126	588	39	175	19,359
Operating supplies and expenses	43,054	11,862	9,249	11,478	15,816	12,904	512	4,620	3,577	2,651	828	489	59,262
Depreciation expense	26,168	-	-	-	-	-	-	-	-	-	122	-	11,736
Total operating expenses:	339,586	118,413	61,721	83,778	46,916	50,513	3,860	4,620	19,611	7,775	3,227	2,974	355,999
Supporting services	39,704	158,818	79,383	78,923	34,213	44,786	794	-	19,884	5,491	2,859	2,862	39,704
Total expenses	\$ 1,196,196	\$ 863,518	\$ 579,503	\$ 594,649	\$ 302,011	\$ 330,879	\$ 10,815	\$ 4,620	\$ 194,525	\$ 48,471	\$ 21,123	\$ 23,865	\$ 1,107,527

*See independent auditor's report.*

**SCHEDULE OF  
ACTUAL EXPENSES**

State Designated SAMH Covered Center											Total			
Circuit 19											Designated	Non-SAMH	Supporting	
Adolescent						Adult					Cost Center	Cost Center	Services	Total
Prevention	TASC	Outpatient	Outreach	On site	Incidentals	Medical services	Outpatient	TASC	Outreach	On site				
\$ 243,225	\$ 179,534	\$ 93,126	\$ 103,267	\$ 68,005	\$ -	\$ 3,824	\$ 100,866	\$ 12,708	\$ 10,616	\$ 7,691	\$ 3,692,411	\$ 309,864	\$ 562,529	\$ 4,564,804
72,141	43,367	31,930	25,876	17,746	-	2,493	34,587	3,069	2,660	1,222	1,036,830	57,195	142,200	1,236,225
315,366	222,901	125,056	129,143	85,751	-	6,317	135,453	15,777	13,276	8,913	4,729,241	367,059	704,729	5,801,029
41,031	27,749	11,301	5,447	3,587	-	501	12,240	1,964	560	406	558,828	41,230	25,200	625,258
3,677	3,605	2,600	272	179	-	793	2,816	255	28	20	53,433	-	3,142	56,575
-	-	-	-	-	-	-	-	-	-	-	117,196	-	-	117,196
4,268	4,524	733	3,794	2,499	-	487	794	320	390	283	62,845	2,591	12,950	78,386
62	459	1,165	33	61	-	-	1,262	33	3	2	23,250	-	1,443	24,693
-	-	-	-	-	-	-	-	-	-	-	132,546	-	-	132,546
-	-	-	-	-	-	1,136	-	-	-	-	3,623	-	-	3,623
-	1,938	288	412	232	-	-	312	134	42	31	16,158	-	-	16,158
1,827	2,618	2,690	343	226	-	771	2,914	185	35	26	73,149	-	3,327	76,476
6,372	14,247	14,190	1,002	709	4,287	543	15,685	1,010	103	119	234,569	6,288	42,934	283,791
-	-	2,064	-	-	-	-	2,236	-	-	-	42,326	-	372	42,698
57,237	55,140	35,031	11,303	7,493	4,287	4,231	38,259	3,901	1,161	887	1,317,923	50,109	89,368	1,457,400
87,350	44,496	19,043	47,564	31,577	-	794	20,662	3,149	4,890	3,319	770,265	23,832	(794,097)	-
\$ 459,953	\$ 322,537	\$ 179,130	\$ 188,010	\$ 124,821	\$ 4,287	\$ 11,342	\$ 194,374	\$ 22,827	\$ 19,327	\$ 13,119	\$ 6,817,429	\$ 441,000	\$ -	\$ 7,258,429

*See independent auditor's report.*