

FRANKLIN COUNTY SB40 RESOURCE BOARD

AUDITED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2023 AND 2022

**FRANKLIN COUNTY SB 40 RESOURCE BOARD
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INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors of Franklin County SB40 Resource Board
Union, Missouri**

Opinion

We have audited the accompanying financial statements of Franklin County SB40 Resource Board (SB40) as of and for the years ended June 30, 2023 and 2022 and the related notes to the financial statements, as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of SB40, as of June 30, 2023 and 2022 and the changes in its financial position and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 SB40 and to meet our 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 opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about SB40's ability to continue as a going concern for twelve months beyond the financial statement date, including currently known information that may raise substantial doubt shortly thereafter.

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 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, 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 SB40'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 SB40'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.

Other Matters

Required Supplemental Information

Management's Discussion and Analysis has been omitted. Such information, although not part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. Our opinion on the financial statements is not affected by this missing information.

Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements of SB40. The schedule of segmented net position and schedule of operating revenue and support, expenses, and change in net position are presented for the purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been

subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying 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, these supplemental schedules are fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Information

Management is responsible for the schedule of operating revenue and support, expenses, and change in net position - budget and actual. This information has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Tochtrop & Associates

Tochtrop & Associates, P.C.

November 3, 2023

FRANKLIN COUNTY SB40 RESOURCE BOARD
STATEMENTS OF NET POSITION
JUNE 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 3,169,570	2,471,051
Certificates of deposit	1,235,124	1,207,354
Receivables:		
Accounts	146,336	148,081
Property taxes	108,555	84,661
Other	441	3,000
Loan fees	-	1,795
Interest	2,863	506
Prepaid expenses	<u>43,764</u>	<u>55,954</u>
TOTAL CURRENT ASSETS	<u>4,706,653</u>	<u>3,972,402</u>
CAPITAL ASSETS		
Land	240,578	240,578
Other capital assets, net of accumulated depreciation	<u>2,676,562</u>	<u>2,764,358</u>
TOTAL CAPITAL ASSETS	<u>2,917,140</u>	<u>3,004,936</u>
OTHER ASSET		
Loan fees, net of amortization	<u>4,471</u>	<u>4,878</u>
TOTAL ASSETS	<u><u>\$ 7,628,264</u></u>	<u><u>6,982,216</u></u>

The accompanying notes are an integral part of the financial statements

FRANKLIN COUNTY SB40 RESOURCE BOARD
STATEMENTS OF NET POSITION
JUNE 30, 2023 AND 2022
(CONTINUED)

	<u>2023</u>	<u>2022</u>
LIABILITIES AND NET POSITION		
CURRENT LIABILITIES		
Accounts payable	\$ 98,422	90,328
Accrued payroll liabilities	48,610	38,950
ABiLiTY prepaid rent income	1,550	1,550
Compensated absences	52,698	45,810
Current portion of note payable	<u>50,863</u>	<u>48,413</u>
TOTAL CURRENT LIABILITIES	252,143	225,051
NONCURRENT LIABILITY		
Note payable, net of current portion	<u>671,459</u>	<u>721,788</u>
TOTAL LIABILITIES	<u>923,602</u>	<u>946,839</u>
NET POSITION		
Invested in capital assets	2,194,818	2,234,735
Unrestricted	<u>4,509,844</u>	<u>3,800,642</u>
TOTAL NET POSITION	<u>6,704,662</u>	<u>6,035,377</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 7,628,264</u>	<u>6,982,216</u>

The accompanying notes are an integral part of the financial statements

FRANKLIN COUNTY SB40 RESOURCE BOARD
STATEMENTS OF REVENUE AND SUPPORT, EXPENSES, AND CHANGE IN NET POSITION
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
OPERATING REVENUE AND SUPPORT		
Property taxes	\$ 2,301,697	2,145,900
Missouri Department of Mental Health	<u>1,684,794</u>	<u>1,679,394</u>
TOTAL OPERATING REVENUE AND SUPPORT	<u>3,986,491</u>	<u>3,825,294</u>
OPERATING EXPENSES		
SB40 operations	1,803,373	1,718,895
Service coordination	<u>1,541,650</u>	<u>1,451,569</u>
TOTAL OPERATING EXPENSES	<u>3,345,023</u>	<u>3,170,464</u>
INCOME FROM OPERATIONS	641,468	654,830
NONOPERATING REVENUE (EXPENSE)	<u>27,817</u>	<u>(11,899)</u>
CHANGE IN NET POSITION	669,285	642,931
NET POSITION, JULY 1	<u>6,035,377</u>	<u>5,392,446</u>
NET POSITION, JUNE 30	<u><u>\$ 6,704,662</u></u>	<u><u>6,035,377</u></u>

The accompanying notes are an integral part of the financial statements

FRANKLIN COUNTY SB40 RESOURCE BOARD
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from property taxes	\$ 2,277,803	2,139,882
Receipts from services provided	1,686,539	1,689,468
Payments to or for the benefit of employees	(1,390,422)	(1,294,810)
Payments to suppliers and providers	<u>(1,813,130)</u>	<u>(1,850,096)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>760,790</u>	<u>684,444</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Rent income	18,600	18,600
Miscellaneous receipts	<u>4,818</u>	<u>2,920</u>
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>23,418</u>	<u>21,520</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of capital assets	(14,284)	(415,207)
Note payable:		
Principal paid	(47,879)	(45,516)
Interest paid	(37,946)	(40,307)
Loan fees returned	<u>1,795</u>	<u>-</u>
NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(98,314)</u>	<u>(501,030)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Certificates of deposits:		
Interest reinvested	(30,127)	(3,099)
Interest income	<u>42,752</u>	<u>7,055</u>
CASH FLOWS PROVIDED BY INVESTING ACTIVITIES	<u>12,625</u>	<u>3,956</u>
CHANGE IN CASH AND CASH EQUIVALENTS	698,519	208,890
CASH AND CASH EQUIVALENTS, JULY 1	<u>2,471,051</u>	<u>2,262,161</u>
CASH AND CASH EQUIVALENTS, JUNE 30	<u><u>\$ 3,169,570</u></u>	<u><u>2,471,051</u></u>

The accompanying notes are an integral part of the financial statements

FRANKLIN COUNTY SB40 RESOURCE BOARD
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022
(CONTINUED)

	<u>2023</u>	<u>2022</u>
RECONCILIATION OF INCOME FROM OPERATIONS		
TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Income from operations	\$ 641,468	654,830
Adjustments to reconcile income from operations to net cash provided by operating activities:		
Depreciation	102,080	85,223
(Increase) decrease in current assets:		
Receivables:		
Accounts	1,745	10,074
Property taxes	(23,894)	(6,018)
Other	2,559	(2,692)
Prepaid expenses	12,190	(9,874)
Increase (decrease) in current liabilities:		
Accounts payable	8,094	(55,080)
Accrued payroll liabilities	9,660	6,972
Compensated absences	6,888	1,009
Total Adjustments	119,322	29,614
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 760,790</u>	<u>684,444</u>

The accompanying notes are an integral part of the financial statements

FRANKLIN COUNTY SB40 RESOURCE BOARD
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Franklin County SB40 Resource Board (SB40) is a political subdivision formed in 1987 under the "Senate Bill 40" legislation in Franklin County, Missouri. Under this legislation, money generated through a county property tax is designated to provide services for persons with developmental disabilities. SB40 also receives reimbursement from the Missouri Department of Mental Health for providing targeted case management services.

The significant accounting policies consistently applied by SB40 in the preparation of the accompanying financial statements are summarized below:

1. The Reporting Entity

In evaluating SB40 as a reporting entity, management has addressed all component units for which SB40 may or may not be financially accountable and, as such, be includable within SB40's financial statements. In accordance with GASB Statement No. 14, SB40 (the primary government) is financially accountable if it appoints a voting majority of an entity's governing board and 1) it is able to impose its will on the entity or 2) there is a potential for the entity to provide specific financial benefit to or impose specific financial burden on SB40. Additionally, the primary government is required to consider other entities for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting organization's financial statements to be misleading or incomplete. SB40 does not have any component units.

2. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounts of SB40 are maintained using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

SB40 includes all of its activities in one enterprise fund. Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises--where the governing body has decided that periodic determination of revenues and expenses is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Enterprise funds distinguish operating revenue and expenses from nonoperating items. Operating revenue and expenses generally result from providing services in connection with principal ongoing operations. The principal operating revenues of SB40 are property taxes and a service contract. Operating expenses include cost of services, administrative expenses, and depreciation on property and equipment. All revenues and expenses not meeting this definition are reported as nonoperating revenue and expenses.

Private-sector standards of accounting and financial reporting issued after December 1, 1989, generally are followed in the financial statements to the extent that those standards do not conflict with or contradict guidance of GASB.

FRANKLIN COUNTY SB40 RESOURCE BOARD
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

2. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

When both restricted and unrestricted resources are available for use, it is SB40's policy to use restricted resources first, then unrestricted resources as they are needed.

3. Cash, Cash Equivalents, and Certificates of Deposit

State statutes authorize SB40 to invest in obligations of U.S. Treasury, federal agencies, commercial paper, corporate bonds, and repurchase agreements.

For cash flow statement purposes, SB40 considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Certificate of deposits are stated at cost plus interest reinvested.

4. Capital Assets

Capital assets, which include land, buildings, and office equipment, are stated at cost. It is SB40's policy to capitalize property and equipment with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. Donated capital assets are recorded at acquisition value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Depreciation is computed on the straight-line method over estimated useful lives ranging from five to thirty-eight years. Depreciation expense amounted to \$102,080 and \$85,223 for the years ended June 30, 2023 and 2022, respectively.

5. Receivables

In the opinion of management, all receivables are collectible in full at June 30, 2023 and 2022; therefore, no allowance for doubtful accounts is provided. Bad debts expense amounted to \$0 for the years ended June 30, 2023 and 2022.

6. Loan fees

SB40 capitalizes costs related to obtaining, renewing, or extending loan agreements and amortizes these costs over the life of the loan. The gross loan fees were \$6,097 at June 30, 2023 and 2022. Amortization expense amounted to \$407 and \$167 for the years ended June 30, 2023 and 2022, respectively.

7. Compensated Absences

It is SB40's policy to permit employees to accumulate a limited amount of earned but unused vacation and sick pay benefits. All vacation pay is accrued when incurred. There is no liability for unpaid accumulated sick leave since SB40 does not have a policy to pay any amounts when employees separate from service.

FRANKLIN COUNTY SB40 RESOURCE BOARD
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

8. Property Taxes

Property taxes are collected by Franklin County, Missouri and attach as an enforceable lien on property as of January 1. Taxes are levied on September 1 and are due and payable by December 31. Taxes paid after December 31 are subject to penalties.

SB40 received a tax levy at June 30, 2023 of \$.093 per \$100 of assessed value of Franklin County's real estate and personal property. The assessed values at January 1, 2022 were \$2,421,469,043.

SB40 received a tax levy at June 30, 2022 of \$.093 per \$100 of assessed value of Franklin County's real estate and personal property. The assessed values at January 1, 2021 were \$2,279,654,351.

9. Prepaid Expenses

Payments made to vendors for services that will benefit periods beyond the fiscal year-end are recorded as prepaid expenses.

10. Budgets and Budgetary Accounting

SB40 follows these procedures in establishing the budgetary data reflected in the financial statements:

- a. Prior to July 1, the proposed budget is submitted to the Board of Directors for the upcoming fiscal year. The budget includes proposed expenditures and the means of financing them.
- b. Prior to July 1, the budget is adopted by the Board of Directors.
- c. Unused appropriations lapse at the end of the year.
- d. The budget amounts shown in the financial statements are the original and final authorized amounts.
- e. The budget is adopted on a basis consistent with that used for the financial statements.

11. 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 the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

FRANKLIN COUNTY SB40 RESOURCE BOARD
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE B - CREDIT RISK

Custodial credit risk for deposits is the risk that in the event of bank failure, SB40's deposits may not be returned, or SB40 will not be able to recover collateral securities in the possession of an outside party. SB40's bank deposits are required by state law to be secured by the deposit of certain securities specified at RSMo 30.270 with SB40 or trustee institution. The value of the securities must amount to the total of SB40's cash not insured by the Federal Deposit Insurance Corporation (FDIC).

At June 30, 2023 and 2022, SB40's bank balances were entirely secured or collateralized with securities held by SB40 or by its agent in SB40's name.

NOTE C - CAPITAL ASSETS

Capital asset activity at June 30, 2023 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<i>Capital assets</i>				
<i>not being depreciated:</i>				
Land	\$ 240,578	--	--	240,578
<i>Capital assets being depreciated:</i>				
Buildings	3,150,918	--	--	3,150,918
Office equipment	26,987	14,284	(14,121)	27,150
Total capital assets being depreciated	3,177,905	14,284	(14,121)	3,178,068
<i>Less accumulated depreciation for:</i>				
Buildings	(386,560)	(99,699)	--	(486,259)
Office equipment	(26,987)	(2,381)	14,121	(15,247)
Total accumulated depreciation	(413,547)	(102,080)	14,121	(501,506)
Total capital assets being depreciated, net	2,764,358	(87,796)	--	2,676,562
Total capital assets, net	\$3,004,936	(87,796)	--	2,917,140

FRANKLIN COUNTY SB40 RESOURCE BOARD
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE C - CAPITAL ASSETS (CONTINUED)

Capital asset activity at June 30, 2022 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<i>Capital assets not being depreciated:</i>				
Land	\$ 240,578	--	--	240,578
<i>Capital assets being depreciated:</i>				
Buildings	2,735,711	415,207	--	3,150,918
Office equipment	26,987	--	--	26,987
Total capital assets being depreciated	2,762,698	415,207	--	3,177,905
<i>Less accumulated depreciation for:</i>				
Buildings	(304,161)	(82,399)	--	(386,560)
Office equipment	(24,163)	(2,824)	--	(26,987)
Total accumulated depreciation	(328,324)	(85,223)	--	(413,547)
Total capital assets being depreciated, net	2,434,374	329,984	--	2,764,358
Total capital assets, net	\$2,674,952	329,984	--	3,004,936

NOTE D - NONCURRENT LIABILITY

Noncurrent liability consists of the following:

	<u>June 30 2023</u>	<u>June 30 2022</u>
5% note payable to the United Bank of Union, due in monthly payments of \$7,152 including interest. A single balloon payment of the entire unpaid balance is due July 28, 2024. Secured by a deed of trust on the real property located in Union, Missouri.	\$722,322	770,201
Less: Current portion	50,863	48,413
	\$671,459	721,788

Future maturities are as follows:

<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 50,863	34,961	85,824
2025	<u>671,459</u>	<u>2,798</u>	<u>674,257</u>
	<u>\$722,322</u>	<u>37,759</u>	<u>760,081</u>

FRANKLIN COUNTY SB40 RESOURCE BOARD
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE E - RENT INCOME

On July 1, 2022, SB40 entered into a one-year lease agreement with ABiLiTY for \$1,550 per month. Prepaid rent amounted to \$1,550 at June 30, 2023 and 2022. Rent income amounted to \$18,600 for the years ended June 30, 2023 and 2022.

NOTE F - AGENCY FUNDING

Agency funding consist of the following:

	<u>June 30</u> <u>2023</u>	<u>June 30</u> <u>2022</u>
ABiLiTY	\$ 855,416	855,416
EMPAC Group	338,558	362,170
OATS, Inc.	114,907	81,423
Exceptional Equestrians	74,921	73,638
Partnership for Hope	69,850	54,667
TEMCO, Inc.	42,845	22,702
Consumer Services	39,469	34,563
Young Men's Christian Association	5,101	6,089
River Bluff Industries	2,977	4,446
Rainbow Abilities Center	<u>--</u>	<u>30,330</u>
	<u>\$1,544,044</u>	<u>1,525,444</u>

NOTE G - PROFIT-SHARING PLAN

SB40 maintains a profit-sharing plan open to substantially all employees that meet minimum age requirements. Contributions are based on calendar year wages and are approved for payment in the future year budget. There is no liability for employer contributions since SB40 is not legally obligated to make contributions. Profit-sharing contributions vest based on years of service, at a rate of 20% per year beginning in year two, up to 100% in year six.

SB40's contribution for the years ended June 30, 2023 and 2022, which is based on 2021 and 2020 calendar year wages and approved for payment in the current year budget, amounted to \$69,376 and \$69,719, respectively.

NOTE H - DEFERRED COMPENSATION PLAN

As of January 1, 2018, SB40 offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all employees over the age of 21, permits them to defer a portion of their salary until future years. SB40 makes no contribution to the plan. Investments are managed by the plan's investment manager. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The assets of the plan are held in trust for the exclusive benefit of the plan participants and their beneficiaries and are not available to the creditors of SB40. For this reason, the assets and related liabilities of the plan are not included in the accompanying financial statements.

FRANKLIN COUNTY SB40 RESOURCE BOARD
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE I - CONTINGENCY EXPENSES

Contingency expenses consist of the following:

	<u>June 30</u> <u>2023</u>	<u>June 30</u> <u>2022</u>
SB 40:		
Board dedication expense	\$5,179	--
Moving expense	<u>--</u>	<u>1,124</u>
	<u>5,179</u>	<u>1,124</u>
Service Coordination:		
Board dedication expense	291	--
Moving expense	<u>--</u>	<u>1,125</u>
	<u>291</u>	<u>1,125</u>
	<u>\$5,470</u>	<u>2,249</u>

NOTE J - SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 3, 2023, the date which the financial statements were available for issue. No subsequent events were identified.

SUPPLEMENTAL INFORMATION

FRANKLIN COUNTY SB40 RESOURCE BOARD
SUPPLEMENTAL INFORMATION
SCHEDULE OF SEGMENTED NET POSITION
JUNE 30, 2023

	<u>SB40 Operations</u>	<u>Service Coordination</u>	<u>Total</u>
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	\$ 2,026,740	1,142,830	3,169,570
Certificates of deposit	514,635	720,489	1,235,124
Receivables:			
Accounts	-	146,336	146,336
Property taxes	108,555	-	108,555
Other	-	441	441
Interest	1,193	1,670	2,863
Prepaid expenses	<u>10,136</u>	<u>33,628</u>	<u>43,764</u>
TOTAL CURRENT ASSETS	<u>2,661,259</u>	<u>2,045,394</u>	<u>4,706,653</u>
CAPITAL ASSETS			
Land	144,347	96,231	240,578
Other capital assets, net of accumulated depreciation	<u>792,747</u>	<u>1,883,815</u>	<u>2,676,562</u>
TOTAL CAPITAL ASSETS	<u>937,094</u>	<u>1,980,046</u>	<u>2,917,140</u>
OTHER ASSET			
Loan fees, net of amortization	<u>894</u>	<u>3,577</u>	<u>4,471</u>
TOTAL ASSETS	<u>\$ 3,599,247</u>	<u>4,029,017</u>	<u>7,628,264</u>

FRANKLIN COUNTY SB40 RESOURCE BOARD
SUPPLEMENTAL INFORMATION
SCHEDULE OF SEGMENTED NET POSITION
JUNE 30, 2023
(CONTINUED)

	SB40 <u>Operations</u>	Service <u>Coordination</u>	<u>Total</u>
LIABILITIES AND NET POSITION			
CURRENT LIABILITIES			
Accounts payable	\$ 86,448	11,974	98,422
Accrued payroll liabilities	6,438	42,172	48,610
ABiLiTY prepaid rent income	1,550	-	1,550
Compensated absences	10,760	41,938	52,698
Current portion of note payable	<u>10,173</u>	<u>40,690</u>	<u>50,863</u>
TOTAL CURRENT LIABILITIES	115,369	136,774	252,143
NONCURRENT LIABILITY			
Note payable, net of current portion	<u>134,291</u>	<u>537,168</u>	<u>671,459</u>
TOTAL LIABILITIES	<u>249,660</u>	<u>673,942</u>	<u>923,602</u>
NET POSITION			
Invested in capital assets	792,630	1,402,188	2,194,818
Unrestricted	<u>2,556,957</u>	<u>1,952,887</u>	<u>4,509,844</u>
TOTAL NET POSITION	<u>3,349,587</u>	<u>3,355,075</u>	<u>6,704,662</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 3,599,247</u>	<u>4,029,017</u>	<u>7,628,264</u>

FRANKLIN COUNTY SB40 RESOURCE BOARD
SUPPLEMENTAL INFORMATION
SCHEDULE OF OPERATING REVENUE AND SUPPORT, EXPENSES, AND CHANGE IN NET POSITION
SB40 OPERATIONS
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
OPERATING REVENUE AND SUPPORT		
Property taxes	\$ 2,301,697	2,145,900
OPERATING EXPENSES		
Agency funding	1,512,356	1,496,080
Personnel expenses	177,301	130,584
Depreciation	37,326	33,241
IT service contracts	13,326	12,810
Building maintenance	11,846	8,298
Conferences and dues	9,403	4,198
Communication systems	7,179	6,690
Professional fees	7,099	5,781
Contingency	5,179	1,124
Utilities	4,434	4,311
Insurance - property	4,128	3,542
Insurance - liability	3,527	3,962
Maintenance/contracts/inspections	3,434	2,837
Equipment not capitalized	1,856	1,157
Office supplies	1,453	1,668
Community memberships and sponsorships	1,100	815
Postage	957	842
Professional development and dues	781	663
Mileage and meals	335	62
Request for proposals	177	139
Advertising	146	85
Other	30	6
TOTAL OPERATING EXPENSES	<u>1,803,373</u>	<u>1,718,895</u>
INCOME FROM OPERATIONS	<u>498,324</u>	<u>427,005</u>
NONOPERATING REVENUE (EXPENSE)		
Interest income	20,331	3,579
Rent	18,600	18,600
Other income	-	420
Interest expense	(7,589)	(8,061)
Allocation adjustment	(2,412)	-
Amortization	(81)	(33)
TOTAL NONOPERATING REVENUE (EXPENSE)	<u>\$ 28,849</u>	<u>14,505</u>

FRANKLIN COUNTY SB40 RESOURCE BOARD
SUPPLEMENTAL INFORMATION
SCHEDULE OF OPERATING REVENUE AND SUPPORT, EXPENSES, AND CHANGE IN NET POSITION
SB40 OPERATIONS
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022
(CONTINUED)

	<u>2023</u>	<u>2022</u>
CHANGE IN NET POSITION	\$ 527,173	441,510
NET POSITION, JULY 1	<u>2,822,414</u>	<u>2,380,904</u>
NET POSITION, JUNE 30	<u>\$ 3,349,587</u>	<u>2,822,414</u>

FRANKLIN COUNTY SB40 RESOURCE BOARD
SUPPLEMENTAL INFORMATION
SCHEDULE OF OPERATING REVENUE AND SUPPORT, EXPENSES, AND CHANGE IN NET POSITION
SERVICE COORDINATION
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
OPERATING REVENUE AND SUPPORT		
Missouri Department of Mental Health		
Reimbursement from Medicaid	\$ 1,674,795	1,670,034
Shared units	<u>9,999</u>	<u>9,360</u>
TOTAL OPERATING REVENUE AND SUPPORT	<u>1,684,794</u>	<u>1,679,394</u>
OPERATING EXPENSES		
Personnel expenses	1,229,669	1,172,207
Depreciation	64,754	51,982
IT service contracts	48,707	56,713
Agency funding	31,688	29,364
Communication systems	29,627	27,492
Mileage and meals	24,373	15,999
Utilities	17,736	17,244
Professional fees	16,111	10,152
Maintenance/contracts/inspections	13,736	11,347
Insurance - liability	12,694	14,436
Building maintenance	11,909	10,578
Conferences and dues	9,030	4,198
Equipment not capitalized	8,466	5,666
Insurance - property	6,093	5,238
Office supplies	5,395	6,173
Postage	5,082	4,041
Advertising	2,888	3,090
Professional development and dues	2,130	2,172
Record checks and physicals	1,218	1,034
Contingency	291	1,125
Request for proposals	33	179
Other	20	24
Community memberships and sponsorships	<u>-</u>	<u>1,115</u>
TOTAL OPERATING EXPENSES	<u>1,541,650</u>	<u>1,451,569</u>
INCOME FROM OPERATIONS	<u>143,144</u>	<u>227,825</u>
NONOPERATING REVENUE (EXPENSE)		
Interest income	22,421	3,476
Other income	4,818	2,500
Allocation adjustment	2,412	-
Interest expense	(30,357)	(32,246)
Amortization	<u>(326)</u>	<u>(134)</u>
TOTAL NONOPERATING REVENUE (EXPENSE)	<u>\$ (1,032)</u>	<u>(26,404)</u>

FRANKLIN COUNTY SB40 RESOURCE BOARD
SUPPLEMENTAL INFORMATION
SCHEDULE OF OPERATING REVENUE AND SUPPORT, EXPENSES, AND CHANGE IN NET POSITION
SERVICE COORDINATION
FOR THE YEARS ENDED JUNE 30, 2023 AND 2022
(CONTINUED)

	<u>2023</u>	<u>2022</u>
CHANGE IN NET POSITION	\$ 142,112	201,421
NET POSITION, JULY 1	<u>3,212,963</u>	<u>3,011,542</u>
NET POSITION, JUNE 30	<u>\$ 3,355,075</u>	<u>3,212,963</u>

FRANKLIN COUNTY SB40 RESOURCE BOARD
SUPPLEMENTAL INFORMATION
SCHEDULE OF OPERATING REVENUE AND SUPPORT, EXPENSES, AND CHANGE IN NET POSITION
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
OPERATING REVENUE AND SUPPORT				
Property taxes	\$ 2,100,000	2,100,000	2,301,697	201,697
Missouri Department of Mental Health:				
Reimbursement from Medicaid	1,627,517	1,627,517	1,674,795	47,278
Shared units	<u>10,000</u>	<u>10,000</u>	<u>9,999</u>	<u>(1)</u>
TOTAL OPERATING REVENUE AND SUPPORT	<u>3,737,517</u>	<u>3,737,517</u>	<u>3,986,491</u>	<u>248,974</u>
OPERATING EXPENSES				
SB40 OPERATIONS				
Agency funding	1,750,815	1,750,815	1,512,356	(238,459)
Personnel expenses	173,006	173,006	177,301	4,295
Depreciation	39,000	39,000	37,326	(1,674)
IT service contracts	17,000	17,000	13,326	(3,674)
Building maintenance	13,600	13,600	11,846	(1,754)
Conferences and dues	13,000	13,000	9,403	(3,597)
Communication systems	7,200	7,200	7,179	(21)
Professional fees	8,000	8,000	7,099	(901)
Contingency	60,000	60,000	5,179	(54,821)
Utilities	7,000	7,000	4,434	(2,566)
Insurance - property	4,000	4,000	4,128	128
Insurance - liability	5,000	5,000	3,527	(1,473)
Maintenance/contracts/ inspections	2,500	2,500	3,434	934
Equipment not capitalized	20,000	20,000	1,856	(18,144)
Office supplies	2,600	2,600	1,453	(1,147)
Community memberships and sponsorships	2,000	2,000	1,100	(900)
Postage	1,000	1,000	957	(43)
Professional development and dues	750	750	781	31
Mileage and meals	3,000	3,000	335	(2,665)
Request for proposals	200	200	177	(23)
Advertising	1,000	1,000	146	(854)
Other	-	-	30	30
Executive Director discretionary	1,000	1,000	-	(1,000)
Record checks and physicals	<u>50</u>	<u>50</u>	<u>-</u>	<u>(50)</u>
TOTAL SB40 OPERATIONS	<u>\$ 2,131,721</u>	<u>2,131,721</u>	<u>1,803,373</u>	<u>(328,348)</u>

FRANKLIN COUNTY SB40 RESOURCE BOARD
SUPPLEMENTAL INFORMATION
SCHEDULE OF OPERATING REVENUE AND SUPPORT, EXPENSES, AND CHANGE IN NET POSITION
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)

	<u>Original</u> <u>Budget</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Over</u> <u>(Under)</u> <u>Budget</u>
SERVICE COORDINATION				
Personnel expenses	\$ 1,264,539	1,264,539	1,229,669	(34,870)
Depreciation	67,000	67,000	64,754	(2,246)
IT service contracts	48,000	48,000	48,707	707
Agency funding	47,568	47,568	31,688	(15,880)
Communication systems	28,800	28,800	29,627	827
Mileage and meals	30,000	30,000	24,373	(5,627)
Utilities	28,000	28,000	17,736	(10,264)
Professional fees	17,000	17,000	16,111	(889)
Maintenance/contracts/ inspections	10,000	10,000	13,736	3,736
Insurance - liability	20,000	20,000	12,694	(7,306)
Building maintenance	14,400	14,400	11,909	(2,491)
Conferences and dues	9,000	9,000	9,030	30
Equipment not capitalized	20,000	20,000	8,466	(11,534)
Insurance - property	6,000	6,000	6,093	93
Office supplies	10,400	10,400	5,395	(5,005)
Postage	5,000	5,000	5,082	82
Advertising	2,500	2,500	2,888	388
Professional development and dues	2,750	2,750	2,130	(620)
Record checks and physicals	800	800	1,218	418
Contingency	6,800	6,800	291	(6,509)
Request for proposals	300	300	33	(267)
Other	-	-	20	20
Executive Director discretionary	1,000	1,000	-	(1,000)
TOTAL SERVICE COORDINATION	<u>1,639,857</u>	<u>1,639,857</u>	<u>1,541,650</u>	<u>(98,207)</u>
TOTAL OPERATING EXPENSES	<u>3,771,578</u>	<u>3,771,578</u>	<u>3,345,023</u>	<u>(426,555)</u>
INCOME (LOSS) FROM OPERATIONS	<u>\$ (34,061)</u>	<u>(34,061)</u>	<u>641,468</u>	<u>675,529</u>

FRANKLIN COUNTY SB40 RESOURCE BOARD
SUPPLEMENTAL INFORMATION
SCHEDULE OF OPERATING REVENUE AND SUPPORT, EXPENSES, AND CHANGE IN NET POSITION
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Over (Under) <u>Budget</u>
NONOPERATING REVENUE (EXPENSE)				
Interest income	\$ 6,500	6,500	42,752	36,252
Rent	18,600	18,600	18,600	-
Other income	-	-	4,818	4,818
Interest expense	(85,824)	(85,824)	(37,946)	47,878
Amortization	<u>(526)</u>	<u>(526)</u>	<u>(407)</u>	<u>119</u>
TOTAL NONOPERATING REVENUE (EXPENSE)	<u>(61,250)</u>	<u>(61,250)</u>	<u>27,817</u>	<u>89,067</u>
CHANGE IN NET POSITION	<u>\$ (95,311)</u>	<u>(95,311)</u>	<u>669,285</u>	<u>764,596</u>