

**VISTA DEL MAR CHILD AND
FAMILY SERVICES**

FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

VISTA DEL MAR CHILD AND FAMILY SERVICES

FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

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WE ARE AN INDEPENDENT MEMBER OF
THE GLOBAL ADVISORY
AND ACCOUNTING NETWORK

**AUDIT
AND
ASSURANCE**

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Vista Del Mar Child and Family Services

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Vista Del Mar Child and Family Services (Vista Del Mar), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Vista Del Mar as of June 30, 2024, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Vista Del Mar and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit 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 Vista Del Mar's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

To the Board of Directors
Vista Del Mar Child and Family Services

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Vista Del Mar'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 Vista Del Mar'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 Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2024 on our consideration of Vista Del Mar's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Vista Del Mar's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Vista Del Mar's internal control over financial reporting and compliance.

Green Hasson & Janks LLP

December 13, 2024
Los Angeles, California

VISTA DEL MAR CHILD AND FAMILY SERVICES

STATEMENT OF FINANCIAL POSITION

June 30, 2024

| ASSETS | Without Donor Restrictions | With Donor Restrictions | Total |
|--|-------------------------------|----------------------------|----------------------|
| Cash and Cash Equivalents | \$ 2,554,405 | \$ - | \$ 2,554,405 |
| Restricted Certificate of Deposit (Note 8) | 249,990 | - | 249,990 |
| Investments (Note 3) | 12,480,184 | 10,173,007 | 22,653,191 |
| Accounts Receivable (Net) | 6,746,303 | - | 6,746,303 |
| Pledges Receivable (Net) (Note 4) | 1,210,855 | - | 1,210,855 |
| Prepaid Expenses and Other Assets | 819,086 | - | 819,086 |
| Beneficial Interest in Charitable Remainder Trusts (Note 5) | - | 3,719,962 | 3,719,962 |
| Right-of-Use Assets | 703,194 | - | 703,194 |
| Property and Equipment (Net) (Note 7) | 24,480,759 | - | 24,480,759 |
| TOTAL ASSETS | \$ 49,244,776 | \$ 13,892,969 | \$ 63,137,745 |
| LIABILITIES AND NET ASSETS | | | |
| LIABILITIES: | | | |
| Accounts Payable | \$ 1,797,547 | \$ - | \$ 1,797,547 |
| Accrued Liabilities (Note 8) | 3,275,525 | - | 3,275,525 |
| Line of Credit (Note 10) | 7,205,653 | - | 7,205,653 |
| Deferred Revenue (Note 11) | 484,981 | - | 484,981 |
| Lease Liabilities (Note 12) | 712,229 | - | 712,229 |
| Annuities Payable (Note 13) | 10,401 | - | 10,401 |
| TOTAL LIABILITIES | 13,486,336 | - | 13,486,336 |
| NET ASSETS: | | | |
| Without Donor Restrictions | 35,758,440 | - | 35,758,440 |
| With Donor Restrictions (Note 15) | - | 13,892,969 | 13,892,969 |
| TOTAL NET ASSETS | 35,758,440 | 13,892,969 | 49,651,409 |
| TOTAL LIABILITIES AND NET ASSETS | \$ 49,244,776 | \$ 13,892,969 | \$ 63,137,745 |

The Accompanying Notes are an Integral Part of These Financial Statements

VISTA DEL MAR CHILD AND FAMILY SERVICES

STATEMENT OF ACTIVITIES

Year Ended June 30, 2024

| | Without Donor Restrictions | With Donor Restrictions | Total |
|--|-------------------------------|----------------------------|---------------|
| PROGRAM SERVICE REVENUE: | | | |
| Governmental Revenue | | | |
| Residential | \$ 17,999,426 | \$ - | \$ 17,999,426 |
| Education | 3,330,996 | - | 3,330,996 |
| Outpatient | 8,834,532 | - | 8,834,532 |
| Community-Based Services | 8,787,533 | - | 8,787,533 |
| Client Service Fees | 2,183,075 | - | 2,183,075 |
| TOTAL PROGRAM SERVICE REVENUE | 41,135,562 | - | 41,135,562 |
| PUBLIC SUPPORT: | | | |
| Grants and Contributions | 463,156 | 2,281,226 | 2,744,382 |
| Legacies and Bequests | 9,362 | - | 9,362 |
| Special Events (Net of Direct Donor Benefit Expenses of \$424,340) | 404,478 | 116,728 | 521,206 |
| In-Kind Contributions | 314,111 | - | 314,111 |
| TOTAL PUBLIC SUPPORT | 1,191,107 | 2,397,954 | 3,589,061 |
| TOTAL PROGRAM SERVICE REVENUE AND PUBLIC SUPPORT | 42,326,669 | 2,397,954 | 44,724,623 |
| OPERATING EXPENSES: | | | |
| Program Services | 41,771,681 | - | 41,771,681 |
| Management and General Development | 7,054,976 | - | 7,054,976 |
| | 2,567,131 | - | 2,567,131 |
| TOTAL OPERATING EXPENSES | 51,393,788 | - | 51,393,788 |
| Net Assets Released from Donor Restrictions | 3,046,682 | (3,046,682) | - |
| CHANGE IN NET ASSETS BEFORE OTHER INCOME | (6,020,437) | (648,728) | (6,669,165) |
| Investment Return (Net) | 1,291,675 | 460,201 | 1,751,876 |
| Other Income | 2,567,205 | - | 2,567,205 |
| Change in Value of Beneficial Interest in Charitable Remainder Trusts | - | 581,881 | 581,881 |
| CHANGE IN NET ASSETS | (2,161,557) | 393,354 | (1,768,203) |
| Net Assets - Beginning of Year | 37,919,997 | 13,499,615 | 51,419,612 |
| NET ASSETS - END OF YEAR | \$ 35,758,440 | \$ 13,892,969 | \$ 49,651,409 |

The Accompanying Notes are an Integral Part of These Financial Statements

VISTA DEL MAR CHILD AND FAMILY SERVICES

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended June 30, 2024

| | Program Services | | | | | Supporting Services | | | Total Expenses | |
|--|----------------------|---------------------|----------------------|-----------------------------|---------------------|----------------------|---------------------------|---------------------|---------------------|----------------------|
| | Residential | Educational | Outpatient | Community Based Services | Other Program | Total | Management and General | Development | | Total |
| Salaries and Wages | \$ 9,203,083 | \$ 2,730,214 | \$ 6,915,085 | \$ 4,083,383 | \$ 941,980 | \$ 23,873,745 | \$ 2,942,445 | \$ 783,850 | \$ 3,726,295 | \$ 27,600,040 |
| Payroll Taxes and Employee Benefits | 2,334,457 | 681,940 | 1,433,523 | 752,844 | 154,004 | 5,356,768 | 490,092 | 150,269 | 640,361 | 5,997,129 |
| TOTAL PERSONNEL COSTS | 11,537,540 | 3,412,154 | 8,348,608 | 4,836,227 | 1,095,984 | 29,230,513 | 3,432,537 | 934,119 | 4,366,656 | 33,597,169 |
| Contract and Professional Services | 599,997 | 13,126 | 234,473 | 394,782 | 243,147 | 1,485,525 | 1,849,127 | 540,954 | 2,390,081 | 3,875,606 |
| Occupancy | 1,321,116 | 410,106 | 853,838 | 377,294 | 80,566 | 3,042,920 | 110,627 | 297,212 | 407,839 | 3,450,759 |
| Direct Services | 763,443 | 107,265 | 334,370 | 1,991,409 | 37,623 | 3,234,110 | 12,988 | 65,603 | 78,591 | 3,312,701 |
| Miscellaneous | 278,075 | 9,278 | 17,027 | 30,847 | 7,077 | 342,304 | 822,806 | 36,309 | 859,115 | 1,201,419 |
| Depreciation | 297,451 | 249,050 | 56,205 | 44,181 | 10,332 | 657,219 | 272,671 | 206,750 | 479,421 | 1,136,640 |
| Food and Provisions | 739,553 | 278,433 | 116 | 2,513 | 1,627 | 1,022,242 | 142 | 2,603 | 2,745 | 1,024,987 |
| Supplies | 205,827 | 55,082 | 75,419 | 278,847 | 13,885 | 629,060 | 203,610 | 49,398 | 253,008 | 882,068 |
| Liability Insurance | 274,810 | 83,457 | 172,928 | 96,799 | 16,136 | 644,130 | 47,185 | 15,209 | 62,394 | 706,524 |
| Conferences and Meetings | 51,592 | 8,959 | 19,144 | 111,378 | 10,910 | 201,983 | 97,501 | 303,795 | 401,296 | 603,279 |
| Transportation Costs | 79,411 | 351,228 | 44,275 | 38,566 | 210 | 513,690 | 5,043 | 235 | 5,278 | 518,968 |
| Telephone and Postage | 51,299 | 11,407 | 105,379 | 109,582 | 178 | 277,845 | 154,446 | 12,599 | 167,045 | 444,890 |
| Publications, Printing and Artwork | 23,560 | 8,812 | 9,445 | 59,947 | 119,002 | 220,766 | 46,293 | 77,608 | 123,901 | 344,667 |
| In-Kind Expense | - | - | - | 269,374 | - | 269,374 | - | 24,737 | 24,737 | 294,111 |
| TOTAL FUNCTIONAL EXPENSES | \$ 16,223,674 | \$ 4,998,357 | \$ 10,271,227 | \$ 8,641,746 | \$ 1,636,677 | \$ 41,771,681 | \$ 7,054,976 | \$ 2,567,131 | \$ 9,622,107 | \$ 51,393,788 |
| | | | | | | 81% | 14% | 5% | | 100% |

The Accompanying Notes are an Integral Part of These Financial Statements

VISTA DEL MAR CHILD AND FAMILY SERVICES

STATEMENT OF CASH FLOWS

Year Ended June 30, 2024

CASH FLOWS FROM OPERATING ACTIVITIES:

| | |
|--|----------------|
| Change in Net Assets | \$ (1,768,203) |
| Adjustments to Reconcile Change in Net Assets to Net Cash Used in Operating Activities: | |
| Adjustment to Government Contract Reserve | (1,831,792) |
| Depreciation | 1,136,640 |
| Realized and Unrealized Gains on Investments | (1,209,645) |
| Change in Value of Beneficial Interest in Charitable Remainder Trusts | (581,881) |
| Change in Present Value Discount on Pledges Receivable | (39,473) |
| (Increase) Decrease in: | |
| Restricted Certificate of Deposit | 113,669 |
| Accounts Receivable | 4,176,220 |
| Pledges Receivable | 500,000 |
| Employee Retention Credit Receivable | 5,861,542 |
| Prepaid Expenses and Other Assets | 417,980 |
| Right-of-Use Assets | 317,578 |
| Increase (Decrease) in: | |
| Accounts Payable | (1,363,758) |
| Accrued Liabilities | 7,227 |
| Deferred Revenue | 65,878 |
| Lease Liabilities | (312,904) |

NET CASH PROVIDED BY OPERATING ACTIVITIES

5,489,078

CASH FLOWS FROM INVESTING ACTIVITIES:

| | |
|------------------------------------|-------------|
| Purchase of Property and Equipment | (3,141,203) |
| Purchase of Investments | (144,347) |
| Proceeds from Sale of Investments | 135,012 |
| Reinvested Interest and Dividends | (606,326) |

NET CASH USED IN INVESTING ACTIVITIES

(3,756,864)

CASH FLOWS FROM FINANCING ACTIVITIES:

| | |
|---|-----------|
| Distribution from Charitable Remainder Trusts | 241,108 |
| Contributions for Campus Improvements | 310,285 |
| Net Proceeds from Line of Credit | (416,539) |

NET CASH PROVIDED BY FINANCING ACTIVITIES

134,854

NET INCREASE IN CASH AND CASH EQUIVALENTS

1,867,068

Cash and Cash Equivalents - Beginning of Year

687,337

CASH AND CASH EQUIVALENTS - END OF YEAR

\$ 2,554,405

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:

| | |
|--|-----------|
| Cash Paid During the Year for Interest | \$ 27,540 |
|--|-----------|

The Accompanying Notes are an Integral Part of These Financial Statements

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 1 - ORGANIZATION

Founded in 1908, Vista Del Mar Child and Family Services (Vista Del Mar) originally served as an orphanage for children whose parents could not care for them due to illness, poverty or death. As societal needs have evolved, Vista Del Mar continues to keep pace by fulfilling the changing needs of the community. More than a century later, Vista Del Mar provides a breadth of programs and services, including an array of offerings for children with autism, developmental disorders and troubled family situations. Enhanced over the years by strategic mergers with such organizations as Family Service of Santa Monica, the Reiss-Davis Child Study Center, Julia Ann Singer Center, and Home-SAFE, and the establishment of a pre-K through 12th grade Non-Public School, Vista Del Mar each year serves more than 5,000 children and families in a unique environment of clinical excellence and caring professionalism. More information on Vista Del Mar can be found at its website at www.vistadelmar.org.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) BASIS OF PRESENTATION

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

(b) NET ASSETS

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

- **Net Assets Without Donor Restrictions.** Net assets available for use in general operations and not subject to donor-imposed restrictions.
- **Net Assets With Donor Restrictions.** Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

(c) CASH AND CASH EQUIVALENTS

Vista Del Mar has defined cash and cash equivalents as cash in banks and certificates of deposits with an original maturity of three months or less at the time of purchase. The carrying value of cash and cash equivalents at June 30, 2024 approximates its fair value.

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) INVESTMENTS

Investments in equity and debt securities with readily determinable market values are reported at fair value. The fair value of investments is valued at the closing price on the last business day of the fiscal year. Securities are generally held in custodial investment accounts administered by financial institutions. Investment purchases and sales are accounted for on a trade-date basis. Interest income is recorded as earned on an accrual basis, and dividend income is recorded based upon the ex-dividend date. Realized gains and losses are calculated based upon the underlying cost of the securities traded. The change in unrealized gains and losses is included in investment return (net) in the statement of activities and represents the change in the difference between the cost and fair value of investments held at the end of the fiscal year.

(e) REVENUE RECOGNITION, ACCOUNTS AND PLEDGES RECEIVABLE

Vista Del Mar recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest are received. Vista Del Mar reports unconditional contributions as restricted support if they are received with donor stipulations that limit the use of the donated assets. Pledges are discounted to their present value when payments are expected in future periods exceeding one year. These discounts are recorded as reductions to contribution revenue and pledges receivable, and are adjusted annually.

Conditional promises to give - that is, those with a measurable performance or other barrier and a right of return - are not recognized until the conditions on which they depend have been met. At June 30, 2024, Vista Del Mar had no conditional contributions.

A discount rate of 3% was used to calculate the present value of pledges receivable, which amounted to \$25,007 at June 30, 2024. At June 30, 2024, Vista Del Mar evaluated the collectability of pledges receivable, and an allowance for doubtful pledges of \$14,138 was established.

Vista Del Mar's governmental revenue is partially derived from cost reimbursement grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Such grants are generally considered nonreciprocal transactions restricted by the awarding agencies for certain purposes. Amounts received are recognized as revenue when Vista Del Mar has satisfied the specific performance requirements or incurred expenditures in compliance with specific contract or grant provisions. Vista Del Mar has elected to adopt a policy whereby donor-restricted grants and contributions that were initially conditional and whose conditions and restrictions are met in the same reporting period are recognized as revenue without donor restrictions. Amounts received prior to incurring qualifying expenditures or fulfilling the specific performance obligations are reported as deferred revenue in the statement of financial position.

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) REVENUE RECOGNITION, ACCOUNTS AND PLEDGES RECEIVABLE (continued)

Vista Del Mar's revenues from contracts with customers are primarily generated from adoption service fees, patient care service revenue, and graduate school tuition and are included in client service fees in the statement of activities. Adoption service fees, including home study fees, are recognized over the period of the home study process. Patient care service revenue is recognized when the services are provided. Tuition is recognized as the educational services are provided and is presented net of student financial aid of \$227,876. Patient care service receivables totaled \$401,022 at June 30, 2024 while there were no significant adoption or tuition receivables. The carrying value of receivables, net of the allowance for credit losses, if any, represents their estimated net realizable value. The estimation of the allowance is based on an analysis of historical loss experience, management's assessment of current conditions and reasonable and supportable expectation of future conditions. Vista Del Mar assesses collectability by pooling receivables where similar characteristics exist and evaluates receivables individually when specific customer balances do not share similar risk characteristics with the pools. Credit losses are recognized when collection accounts receivables are no longer reasonably assured. Vista Del Mar evaluated the collectability of patient care service receivables at June 30, 2024 and determined all balances to be collectible. As a result, no allowance for credit losses established at June 30, 2024. There was no significant deferred revenue related to adoption service fees, patient care service revenue, or graduate school tuition at June 30, 2024.

Vista Del Mar performs services under fee for service contracts that are administered by the Los Angeles County Department of Mental Health (LACDMH) involving local, state and federal government funds. At June 30, 2024, a reserve for potential disallowed claims under such contracts of approximately \$462,000 is included in accounts receivable.

(f) CONCENTRATIONS

Vista Del Mar places its temporary cash investments with high-credit, quality financial institutions. At times, such investments may be in excess of the Federal Deposit Insurance Corporation insurance limit. Vista Del Mar has not incurred losses related to these investments and believes it is not exposed to any significant credit risk on cash and cash equivalents.

The accounts receivable balance outstanding at June 30, 2024 consists primarily of government contract receivables due from county, state, and federal granting agencies. As a result, concentration of credit risks with respect to such receivables is limited.

Approximately 87% of Vista Del Mar's program service revenue and public support is provided by various government agencies. Vista Del Mar anticipates that it will continue to run these programs although there can be no assurance that Vista Del Mar will be able to obtain future grant agreements upon the expiration of the current term of the contracts.

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

Vista Del Mar recognizes and measures its leases in accordance with the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 842, *Leases*. Vista Del Mar is a lessee in certain operating leases for facilities and vehicles. Vista Del Mar determines if an arrangement is a lease, or contains a lease, at inception of a contract and when the terms of an existing contract are changed. Vista Del Mar recognizes a lease liability and a right-of-use (ROU) asset at the commencement date of the lease. The lease liability is initially and subsequently recognized based on the present value of its future lease payments. Variable payments are included in the future lease payments when those variable payments depend on an index or a rate. The discount rate is the implicit rate if it is readily determinable or otherwise Vista Del Mar uses the risk-free rate. The implicit rates of Vista Del Mar's leases are not readily determinable and accordingly, Vista Del Mar uses the risk-free rate at the commencement date of the lease.

The ROU asset is subsequently measured throughout the lease term at the amount of the re-measured lease liability (i.e., present value of the remaining lease payments), plus unamortized initial direct costs, plus (minus) any prepaid (accrued) lease payments, less the unamortized balance of lease incentives received, and any impairment recognized. Lease cost for lease payments is recognized on a straight-line basis over the lease term.

Vista Del Mar has elected, for all underlying classes of assets, to not recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less at lease commencement, and do not include an option to purchase the underlying asset that Vista Del Mar is reasonably certain to exercise. Vista Del Mar recognizes lease cost associated with short-term leases on a straight-line basis over the lease term.

(h) LEGACIES AND BEQUESTS

Vista Del Mar has been designated as the beneficiary in numerous wills. Bequests are not recognized as support until all of the following conditions are met: the demise of a testator, the amount of the bequest is known, and Vista Del Mar is certain that, based on the estates' net assets, the amount bequeathed is realizable.

(i) BENEFICIAL INTEREST IN CHARITABLE REMAINDER TRUSTS

Vista Del Mar holds remainder interests in various other irrevocable charitable remainder trusts. Vista Del Mar recognizes contribution revenue with donor restrictions and, as an asset, the present value of the estimated future benefits to be received when the trust assets are distributed. Adjustments to the asset to reflect the revaluation of the present value of the estimated future payments to the lifetime beneficiaries are recognized in the statement of activities as a change in value of beneficial interest in charitable remainder trusts.

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS June 30, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(j) PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost if purchased or at fair value at the date of donation if donated. Depreciation is computed on the straight-line basis over the estimated useful lives of the related assets. Property and equipment are capitalized if the cost of an asset is greater than or equal to \$5,000 and the useful life is greater than one year.

The estimated useful lives are as follows:

| | |
|------------------------------------|---------------|
| Building and Improvements | 10 - 30 Years |
| Land Improvements | 30 Years |
| Electronic Clinical Records System | 10 Years |
| Leasehold Improvements | 10 - 30 Years |
| Furniture and Equipment | 3 - 30 Years |
| Vehicles | 5 Years |

Property and equipment funded by government contracts where title to the assets is retained by the government agencies are not capitalized.

Expenditures for repairs and maintenance are charged to expense as incurred while renewals and betterments are capitalized.

(k) LONG-LIVED ASSETS

Vista Del Mar reviews long-lived assets for impairment whenever events or changes in circumstances indicate that the book value of the assets may not be recoverable. An impairment loss is recognized when the sum of the undiscounted future cash flows is less than the carrying amount of the asset, in which case a write-down is recorded to reduce the related asset to its estimated fair value. No impairment losses were recognized on long-lived assets during the year ended June 30, 2024.

(l) ANNUITIES PAYABLE

Assets contributed by donors under gift annuity agreements and controlled by Vista Del Mar are recognized at fair value with a corresponding liability to beneficiaries of the annuity agreements. The excess of the cash received over the present value of the annuity obligation is recorded as contribution revenue on the date the annuity gift is received and the liability is determined. Such liability is calculated as the present value of the estimated future cash flows to be distributed to the income beneficiaries over their expected lives. Amortization of the discount and changes in actuarial assumptions are included in the change in value of annuities payable in the statement of activities.

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) IN-KIND CONTRIBUTIONS

Contributions of donated non-cash assets are recorded at fair value in the period received and expensed when utilized. Contributions of donated services are recognized if the services received (a) create or enhance long-lived assets, or (b) require specialized skills, were provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. In-kind contributions are valued based upon estimates of fair market value that would be received for selling the goods in their principal market considering their condition and utility for use at the time the goods are contributed by the donor.

A substantial number of volunteers have donated significant amounts of their time to Vista Del Mar. Some of the services that these individuals rendered, however, do not meet the above criteria and, as such, are not recognized as revenue.

For the year ended June 30, 2024, in-kind contributions and expense were comprised of the following:

| Nature of Expense | Restrictions | Valuation | Activity | Amount |
|------------------------------------|--------------|---|---|-------------------|
| Professional Services | None | Standard Hourly Rates Charged by the Service Provider | Community-Based Services and Development | \$ 142,090 |
| Tickets and Gift Cards | None | Published Ticket Prices and Value of Gift Cards | Community- Based Services and Development | 127,784 |
| Supplies | None | Standard Industry Price | Community-Based Services | 44,237 |
| TOTAL IN-KIND CONTRIBUTIONS | | | | \$ 314,117 |

Architectural services of \$20,000 included in the total above were capitalized during the year ended June 30, 2024 and are included in property and equipment on the statement of financial position. .

(n) INCOME TAXES

Vista Del Mar is exempt from taxation under Internal Revenue Code Section 501(c)(3) and California Revenue and Taxation Code Section 23701d.

In accordance with FASB's ASC Topic 740, *Uncertainty in Income Taxes*, Vista Del Mar recognizes the impact of tax positions in the financial statements if that position is more likely than not to be sustained on audit, based on the technical merits of the position. During the year ended June 30, 2024, Vista Del Mar performed an evaluation of uncertain tax positions and did not note any matters that would require recognition in the financial statements or which might have an effect on its tax-exempt status.

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing Vista Del Mar's programs and other activities have been presented in the statement of functional expenses. During the year, such costs are accumulated into separate groupings as either direct or indirect. Indirect or shared costs are allocated among program and support services by a method that best measures the relative degree of benefit. Vista Del Mar uses full-time equivalents to allocate indirect costs.

(p) 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 reported amounts of assets, liabilities, revenues and expenses as of the date and for the period presented. Accordingly, actual results could differ from those estimates.

(q) NEW ACCOUNTING PRONOUNCEMENTS

In June 2016, FASB issued Accounting Standards Update (ASU) 2016-13, *Financial Instruments - Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments* replaces the incurred loss impairment methodology previously used for certain financial instruments with a methodology that reflects expected credit losses and requires consideration of a broader range of reasonable and supportable information to inform credit loss estimates in their measurement. The guidance has subsequently been amended through a series of targeted ASUs. Vista Del Mar implemented this ASU and related amendments during the year ended June 30, 2024, and the adoption had no material impact on the financial statements.

(r) SUBSEQUENT EVENTS

Vista Del Mar has evaluated events and transactions occurring subsequent to the statement of financial position date of June 30, 2024 for items that should potentially be recognized or disclosed in these financial statements. The evaluation was conducted through December 13, 2024, the date these financial statements were available to be issued. No such material events or transactions were noted to have occurred.

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 3 - INVESTMENTS

Investments at June 30, 2024 consist of the following:

| | |
|-------------------------------------|-----------------------------|
| Cash Equivalents | \$ 1,006,244 |
| Equities - Common Stock | 115,949 |
| Fixed Income Mutual Funds | 7,777,318 |
| Equities - Exchange Traded Fund | 7,872,403 |
| Fixed Income - Exchange Traded Fund | 104,321 |
| Other Exchange Traded Fund | 2,648,403 |
| Alternative Investments | <u>3,128,553</u> |
| TOTAL INVESTMENTS | <u>\$ 22,653,191</u> |

NOTE 4 - PLEDGES RECEIVABLE

Pledges receivable at June 30, 2024 are due to be collected as follows:

| | |
|--------------------------------------|----------------------------|
| Due within One Year | \$ 500,000 |
| Due in Two to Five Years | <u>750,000</u> |
| GROSS PLEDGES RECEIVABLE | 1,250,000 |
| Less: Present Value Discount | (25,007) |
| Less: Allowance for Doubtful Pledges | <u>(14,138)</u> |
| PLEDGES RECEIVABLE (NET) | <u>\$ 1,210,855</u> |

NOTE 5 - BENEFICIAL INTEREST IN CHARITABLE REMAINDER TRUSTS

Vista Del Mar holds remainder interests in irrevocable charitable remainder trusts. Vista Del Mar is the beneficiary in varying amounts of the distributions of the trusts. Assets held in charitable remainder trusts totaled \$3,719,962 at June 30, 2024, representing the portion of the net present value of the charitable remainder trusts for which Vista Del Mar is the designated beneficiary.

Vista Del Mar has been named as a beneficiary for several living trusts and wills. Due to the conditional nature of these trusts and wills, no amounts have been recorded on the accompanying financial statements.

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 6 - FAIR VALUE MEASUREMENTS

Vista Del Mar has implemented the fair value accounting standard for those assets (and liabilities) that are re-measured and reported at fair value at each reporting period. This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value based on inputs used, and requires additional disclosures about fair value measurements. The standard applies to fair value measurements already required or permitted by existing standards.

In general, fair values determined by Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets (or liabilities). Fair values determined by Level 2 inputs utilize data points that are observable such as quoted prices, interest rates and yield curves. Fair values determined by Level 3 inputs are unobservable data points for the asset (or liability) and include situations where there is little, if any, market activity for the asset (or liability). Investments in alternative investments are valued using net asset value (NAV) per share of units held by Vista Del Mar.

The following table presents information about Vista Del Mar's assets and liabilities that are measured at fair value on a recurring basis at June 30, 2024 and indicates the fair value hierarchy of the valuation techniques utilized to determine such fair value:

| | Year Ended June 30, 2023 | Fair Value Measurements Using | | | Net Asset Value Per Share or its Equivalent (NAV) |
|--|-----------------------------|--|---|--|--|
| | | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) | |
| Cash Equivalents | \$ 1,006,244 | \$ 1,006,244 | \$ - | \$ - | \$ - |
| Equities - Common Stock | 115,949 | 115,949 | - | - | - |
| Fixed Income Mutual Funds | 7,777,318 | 7,777,318 | - | - | - |
| Exchange Traded Funds: | | | | | |
| Equities | 7,872,403 | 7,872,403 | - | - | - |
| Fixed Income | 104,321 | 104,321 | - | - | - |
| Other | 2,648,403 | 2,648,403 | - | - | - |
| Alternative Investments | 3,128,553 | - | - | - | 3,128,553 |
| Restricted Certificate of Deposit | 249,990 | - | 249,990 | - | - |
| Beneficial Interest in Charitable Remainder Trusts | 3,719,962 | - | - | 3,719,962 | - |
| TOTAL ASSETS | \$ 26,623,143 | \$ 19,524,638 | \$ 249,990 | \$ 3,719,962 | \$ 3,128,553 |
| Annuities Payable | \$ 10,401 | \$ - | \$ - | \$ 10,401 | \$ - |
| TOTAL LIABILITIES | \$ 10,401 | \$ - | \$ - | \$ 10,401 | \$ - |

The fair values of investments within Level 1 inputs were obtained based on quoted market prices at the closing of the last business day of the fiscal year.

The fair value of the certificate of deposit within Level 2 inputs was determined by discounting the related cash flows based on current yields of similar instruments with comparable durations and considering the credit-worthiness of the issuer.

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 6 - FAIR VALUE MEASUREMENTS (continued)

The fair value of the beneficial interest within Level 3 inputs was determined as described in Note 2(i).

The fair value of annuities payable within Level 3 inputs was determined as described in Note 2(l).

The fair value of the investment reported at NAV is a hedge fund. The fund is not redeemable and provides distributions only upon liquidation of the underlying assets by respective fund managers. There are no unfunded commitments at June 30, 2024.

Changes in Level 3 measurements for the year ended June 30, 2024 are as follows:

| | Fair Value Measurements Using Significant Unobservable Inputs (Level 3) | | |
|------------------------|--|---|----------------------|
| | Beneficial Interest in Charitable Remainder Trusts | Beneficial Interest in Perpetual Trust | Annuities Payable |
| Beginning Balance | \$ 3,379,189 | \$ - | \$ 10,401 |
| Contributions | - | - | - |
| Payments/Distributions | (241,108) | - | - |
| Change in Value | 581,881 | - | - |
| ENDING BALANCE | \$ 3,719,962 | \$ - | \$ 10,401 |

NOTE 7 - PROPERTY AND EQUIPMENT

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

| | |
|-------------------------------------|-----------------------------|
| Building and Improvements | \$ 28,135,685 |
| Land and Improvements | 3,462,806 |
| Furniture and Equipment | 2,262,093 |
| Construction in Progress | 3,290,568 |
| Vehicles - Leased | 205,952 |
| Leasehold Improvements | 593,207 |
| Electronic Clinical Records System | 1,090,277 |
| Vehicles | 269,507 |
| TOTAL | 39,310,095 |
| Less: Accumulated Depreciation | <u>(14,829,336)</u> |
| PROPERTY AND EQUIPMENT (NET) | <u>\$ 24,480,759</u> |

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 7 - PROPERTY AND EQUIPMENT (continued)

Depreciation expense for the year ended June 30, 2024 was \$1,136,640. Estimated costs to complete the construction in progress are approximately \$2,050,000 and relate primarily to building renovations and facilities improvements.

NOTE 8 - ACCRUED LIABILITIES

Accrued liabilities at June 30, 2024 consist of the following:

| | |
|----------------------------------|----------------------------|
| Accrued Vacation | \$ 1,537,660 |
| Accrued Payroll | 1,223,007 |
| Other Accrued Expenses | 376,006 |
| Workers' Compensation Reserve* | <u>138,852</u> |
| TOTAL ACCRUED LIABILITIES | <u>\$ 3,275,525</u> |

* Related to the workers' compensation reserve, Vista Del Mar has a standby letter of credit with a bank in the amount of \$249,990, secured by a certificate of deposit.

NOTE 9 - RETIREMENT PLANS

(a) TAX-DEFERRED ANNUITY PLAN

Vista Del Mar sponsors a tax-deferred annuity plan under Internal Revenue Code Section 403(b). This plan was established as a companion to the Employee Benefit Plan of Reiss-Davis. The tax-deferred annuity plan is no longer open to new participants. Vista Del Mar does not contribute to this plan.

(b) 403(b) RETIREMENT PLAN

Vista Del Mar has an Internal Revenue Code Section 403(b) plan which covers all eligible employees. Vista Del Mar makes non-elective contributions of 3% of each employee's salary to this plan annually. Contributions to this plan totaled \$639,838 for the year ended June 30, 2024.

NOTE 10 - LINE OF CREDIT

Vista Del Mar has a margin account line with its investment portfolio. Under the terms of the related agreement, Vista Del Mar can borrow up to 50% of the value of liquid investments in the portfolio. At June 30, 2024, the remaining amount available that could be drawn on the margin line was \$1,622,519. Interest on the line of credit varies from a minimum of 0.2% to 2% above the Fidelity Advisor Base Lending Rate depending on the amount of the average debt balance. At June 30, 2024 \$7,205,653 had been drawn on the margin account, and the interest rate was 6.25%.

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 11 - DEFERRED REVENUE

Deferred revenue at June 30, 2024 totaling \$484,981 represents unexpended contract funds from various government agencies as well as programmatic fees.

NOTE 12 - LEASES

Vista Del Mar leases facilities and vehicles which are accounted for as operating leases. The operating leases expire at various dates ranging from three to four years. Some of these leases have renewal options. The exercise of lease renewal options is at Vista Del Mar's discretion. Vista Del Mar has chosen to include the renewal term in the calculation of the ROU asset and related lease liability when such renewals are reasonably certain of being exercised. Leases with an initial term of 12 months or less, which are not expected to be renewed beyond one year, are not recorded on the statement of financial position and are recognized as lease expense on a straight-line basis over the lease term. As of June 30, 2024, Vista Del Mar recognized \$703,194 of ROU assets and \$712,229 of related lease liabilities for contracts that are classified as operating leases.

Operating lease cost totaled \$344,049 for the year ended June 30, 2024. As of June 30, 2024, the weighted average remaining lease terms of operating leases are approximately 2.25 years. The weighted average discount rates used to determine the lease liabilities as of June 30, 2024 for the operating leases were approximately 3.1% which represents the risk-free rate at the commencement of the lease.

Maturities of lease liabilities as of June 30, 2024 are as follows:

| Years Ending June 30 | |
|-----------------------------|--------------------------|
| 2025 | \$ 339,375 |
| 2026 | 312,735 |
| 2027 | 80,912 |
| 2028 | <u>3,227</u> |
| Total Lease Payments | 736,249 |
| Less: Imputed Interest | <u>(24,020)</u> |
| TOTAL | <u>\$ 712,229</u> |

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 13 - ANNUITIES PAYABLE

Vista Del Mar is in receipt of several charitable gifts from individuals. These gifts stipulate that annuity payments per year must be made to the donor until the time of death. The gifts are invested in money market funds and fixed income securities. All gift annuities are actuarially calculated based on the life expectancy of the donor using the State of California Insurance Commission Committee on Gift Annuities actuarial tables. The value of annuities at the time of the gifts totaled \$50,000. The corresponding reasonably commensurate value at June 30, 2024 is \$10,401.

NOTE 14 - COMMITMENTS AND CONTINGENCIES

(a) CONTRACTS

Vista Del Mar's grants and contracts are subject to inspection and audit by the appropriate governmental funding agencies. The purpose is to determine whether program funds were used in accordance with their respective guidelines and regulations. The potential exists for disallowance of previously funded program costs. The ultimate liability, if any, which may result from these governmental audits cannot be reasonably estimated.

(b) LEGAL PROCEEDINGS

In the ordinary course of conducting its business, Vista Del Mar becomes involved in various legal proceedings. Some of these proceedings may result in judgments being assessed against Vista Del Mar which, from time to time, may have an impact on changes in net assets. Vista Del Mar believes that these proceedings, individually or in the aggregate, would not have a material effect on the accompanying financial statements.

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 15 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at June 30, 2024 consist of the following:

| | |
|---|-----------------------------|
| Subject to the Passage of Time: | |
| Beneficial Interest in Charitable Remainder Trusts | \$ 3,719,962 |
| Subject to Expenditure for Specified Purpose: | |
| Facilities | 483,424 |
| Program Services | 1,446,471 |
| Subject to Appropriation | |
| Unspent Endowment Earnings | 1,079,446 |
| Not Subject to Appropriation or Expenditure: | |
| Donor Restricted Endowment Funds | <u>7,163,666</u> |
| TOTAL NET ASSETS WITH DONOR RESTRICTIONS | <u><u>\$ 13,892,969</u></u> |

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the year ended June 30, 2024:

| | |
|--|----------------------------|
| Expiration of Time Restrictions: | |
| Charitable Remainder Trust Distribution | \$ 241,108 |
| Satisfaction of Purpose Restrictions: | |
| Facilities | 132,003 |
| Program Services | 2,602,450 |
| Donor Releases from Endowments | <u>71,121</u> |
| TOTAL NET ASSETS RELEASED FROM DONOR RESTRICTIONS | <u><u>\$ 3,046,682</u></u> |

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 16 - ENDOWMENTS

Vista Del Mar's endowments consist of funds established for a variety of purposes. Endowment funds are established by donor-restricted gifts and bequests to either provide a permanent endowment, which is to provide a permanent source of income to Vista Del Mar, or a term endowment, which is to provide income for a specified period to Vista Del Mar. Beneficial interests in charitable remainder trusts and perpetual trusts are not considered part of Vista Del Mar's endowments.

Vista Del Mar's management understands California State law as (1) requiring the preservation of the fair value of the original gifts as of the gift date of the donor-restricted endowment funds, absent donor stipulations to the contrary and (2) allowing the spending of income and gains on permanently restricted endowments, absent explicit donor stipulations that all or a portion of such gains be maintained in perpetuity.

The primary long-term financial objective for Vista Del Mar's endowments is to preserve the real (inflation-adjusted) purchasing power of endowment assets and income after accounting for endowment spending, inflation and costs of portfolio management. Vista Del Mar's Board of Directors has approved a spending policy that will distribute a specific payout rate (5%) of the endowment base (calculated as the three-year average market value of endowment funds) to support Vista Del Mar's programs. Such a policy will allow for a greater predictability of spendable income for budgeting purposes and for gradual steady growth for the support of operations by the endowments. In addition, this policy will minimize the probability of invading the principal over the long term.

| Endowment Net Asset Composition At June 30, 2024 | <u>With Donor Restrictions</u> |
|---|------------------------------------|
| Donor-Restricted: | |
| Original Donor-Restricted Perpetual Gifts | \$ 7,163,666 |
| Accumulated Investment Return (Net) | <u>1,079,446</u> |
| <i>ENDOWMENT NET ASSETS - JUNE 30, 2024</i> | <u><u>\$ 8,243,112</u></u> |

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). At June 30, 2024, Vista Del Mar had an underwater endowment totaling \$110,337.

VISTA DEL MAR CHILD AND FAMILY SERVICES

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 16 - ENDOWMENTS (continued)

For the year ended June 30, 2024, Vista Del Mar endowment net assets changed as follows:

| | <u>With Donor Restrictions</u> |
|---|------------------------------------|
| Endowment Net Assets - Beginning of Year | \$ 7,854,032 |
| Donor-Approved Releases | (71,121) |
| Investment Return (Net) | <u>460,201</u> |
| ENDOWMENT NET ASSETS - END OF YEAR | <u>\$ 8,243,112</u> |

Investment return related to Vista Del Mar's donor-restricted endowments is recorded as revenue with donor restrictions unless otherwise directed by the donor's gift instrument.

NOTE 17 - LIQUIDITY AND AVAILABILITY OF FINANCIAL RESOURCES

The total financial assets held by Vista Del Mar at June 30, 2024 and the amounts of those financial assets that could be made available for general expenditures within one year of the date of the statement of financial position are summarized in the following table:

| | |
|--|-----------------------------|
| Financial Assets at June 30, 2024: | |
| Cash and Cash Equivalents | \$ 2,554,405 |
| Investments | 12,480,184 |
| Accounts Receivable | 6,746,303 |
| Pledges Receivable Due within One Year | <u>525,000</u> |
| FINANCIAL ASSETS AVAILABLE TO MEET GENERAL EXPENDITURES WITHIN ONE YEAR | <u>\$ 22,305,892</u> |

Vista Del Mar regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. Vista Del Mar is substantially supported by contributions with donor restrictions and government grants and contracts. As part of Vista Del Mar's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

Vista Del Mar has various sources of liquidity at its disposal, including cash and cash equivalents and marketable debt and equity securities, as well as a line of credit facility.

**VISTA DEL MAR CHILD AND
FAMILY SERVICES**

SUPPLEMENTARY INFORMATION

YEAR ENDED JUNE 30, 2024



WE ARE AN INDEPENDENT MEMBER OF
THE GLOBAL ADVISORY
AND ACCOUNTING NETWORK

**AUDIT
AND
ASSURANCE**

**INDEPENDENT AUDITOR'S REPORT
ON SUPPLEMENTARY INFORMATION**

To the Board of Directors
Vista Del Mar Child and Family Services

We have audited the financial statements of Vista Del Mar Child and Family Services (Vista Del Mar) as of and for the year ended June 30, 2024 and have issued our report thereon dated December 13, 2024, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole.

The accompanying Schedule of Expenditures of Federal and Non-Federal Awards, as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the accompanying Department of Social Services Forms SR3-STRTP, SR4-STRTP, FCR 12FFA, SR3-CTF Residential, SR4-CTF Residential, FCR 12ITFC, Reiss Davis Graduate School Statement of Activities and U.S. Department of Education Supplementary Schedules 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 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.

Green Hasson & Janks LLP

December 13, 2024
Los Angeles, California

VISTA DEL MAR CHILD AND FAMILY SERVICES

SCHEDULE OF EXPENDITURES OF FEDERAL AND NON-FEDERAL AWARDS

Year Ended June 30, 2024

| Federal Awards Federal Grantor/Passed Through Grantor/Program or Cluster Title | Federal Assistance Listing Number | Governmental Revenue | | Program Expenditures from Governmental Revenue |
|---|-----------------------------------|----------------------|-------------------|--|
| | | Federal | Non-Federal | |
| U.S. Department of Health and Human Services: | | | | |
| Head Start Cluster: | | | | |
| Head Start (a) | 93.600 | \$ 5,375,794 | \$ - | \$ 5,375,794 |
| Unaccompanied Children Program | 93.676 | 6,928,036 | - | 6,928,036 |
| Passed through California Department of Social Services: | | | | |
| Child Care and Development Fund Cluster: | | | | |
| SB140 CCPU Transitional and Cost Plus | N/A | - | 152,319 | 152,319 |
| Child Care Mandatory and Matching Funds of the Child Care and Development Fund | 93.596 | 185,345 | - | 185,345 |
| COVID-19 Child Care & Development Block Grant | 93.575 | 53,482 | - | 53,482 |
| Child Care & Development Block Grant | 93.575 | 85,201 | 1,017,522 | 1,102,723 |
| <i>Total Child Care and Development Fund Cluster (93.575 and 93.596)</i> | | 324,028 | 1,169,841 | 1,493,869 |
| Short-Term Residential Therapeutic Program | 93.658 | 2,525,483 | 100,032 | 2,625,515 |
| Community Treatment Services | 93.658 | 2,313,985 | 91,655 | 2,405,640 |
| Foster Family Agency | 93.658 | 315,449 | 206,973 | 522,422 |
| Total 93.658 | | 5,154,917 | 398,660 | 5,553,577 |
| Adoption Assistance-Title IV-E | 93.659 | 36,000 | 36,000 | 72,000 |
| <i>Total passed through California Department of Social Services</i> | | 5,514,945 | 1,604,501 | 7,119,446 |
| Passed through County of Los Angeles Department of Mental Health: | | | | |
| Department of Mental Health | N/A | - | 12,932,747 | 12,932,747 |
| Block Grants for Community Mental Health Services | 93.958 | 40,699 | - | 40,699 |
| <i>Total passed through County of Los Angeles Department of Mental Health</i> | | 40,699 | 12,932,747 | 12,973,446 |
| U.S. Department of Education: | | | | |
| Passed through California Department of Education: | | | | |
| Title I State Agency Program for Neglected and Delinquent Children and Youth | 84.013 | 64,500 | - | 64,500 |
| U.S. Department of Education: | | | | |
| Student Financial Assistance Cluster: | | | | |
| Federal Direct Student Loans | 84.268 | 277,876 | - | 277,876 |
| U.S. Department of Agriculture: | | | | |
| Passed through California Department of Education: | | | | |
| Child Nutrition Cluster: | | | | |
| School Breakfast Program | 10.553 | 38,681 | - | 38,681 |
| National School Lunch Program | 10.555 | 32,679 | - | 32,679 |
| <i>Total Child Nutrition Cluster (10.553 and 10.555)</i> | | 71,360 | - | 71,360 |
| TOTAL FEDERAL AWARDS | | 18,273,210 | 14,537,248 | 32,810,458 |

See Independent Auditor's Report on Supplementary Information

VISTA DEL MAR CHILD AND FAMILY SERVICES

SCHEDULE OF EXPENDITURES OF FEDERAL AND NON-FEDERAL AWARDS

Year Ended June 30, 2024

| | Federal Assistance Listing Number | Governmental Revenue | | Program Expenditures from Governmental Revenue |
|--|-----------------------------------|----------------------|---------------|--|
| | | Federal | Non-Federal | |
| STATE AND LOCAL AWARDS | | | | |
| Unified School Districts, Various Counties, Tuition | N/A | \$ - | \$ 3,228,801 | \$ 3,228,801 |
| California Dept of Health Care Services, California Behavioral Health Continuum Intrastructure Program | N/A | - | 1,785,159 | 1,785,159 |
| City of Santa Monica Community Development Program | N/A | - | 671,472 | 671,472 |
| Los Angeles County, Dept of Child & Family Services Advocacy Services for Children and Youth Impacted by Commercial Exploitation | N/A | - | 109,610 | 109,610 |
| City of Los Angeles, Substance Use Disorder Outpatient Services | N/A | - | 57,609 | 57,609 |
| TOTAL STATE AND LOCAL AWARDS | | | 5,852,651 | 5,852,651 |
| TOTAL FEDERAL AND NON-FEDERAL AWARDS | | \$ 18,273,210 | \$ 20,389,899 | \$ 38,663,109 |

Summary of Significant Accounting Policies:

1. The accompanying Schedule of Expenditures of Federal and Non-Federal Awards (Schedule) includes the Federal award activity of Vista Del Mar under programs of the Federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Vista Del Mar, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Vista Del Mar.
2. Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule, if any, represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.
3. Vista Del Mar has not elected to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.
4. Vista Del Mar received funding from the County of Los Angeles Department of Mental Health that includes federal funds, such as Block Grants for Community Mental Health Services. However, only the Substance Abuse and Mental Health Services portion of the federal funds are considered to be federal awards under the Uniform Guidance. Therefore, only such funding is reflected as federal in the above Schedule.
5. Of the Federal expenditures presented in the Schedule, Vista Del Mar provided no Federal awards to subrecipients.

(a) Audited as a Major Program

See Independent Auditor's Report on Supplementary Information

GROUP HOME PROGRAM COST REPORT (SR 3)

This form is to collect cost information for the group home program. Report actual allowable and reasonable costs. If the corporation operates more than one group home program and/or the program provides other activities, (example: day care, on-site education, adult services, foster family agency, etc..) cost **must be allocated** to the appropriate activity and only the allowable group home program costs for the program are to be reported. Describe the methodology used to allocate costs if other than the standard allocation methodology indicated in current regulations (MPP 11-402.8 et seq.). NOTE: A separate cost report form must be completed for each group home program operated by the corporation.

Number of months in cost reporting period **TWELVE (July 2023 - June 2024)**

| CORPORATE NAME: Vista Del Mar Child & Family Services | | PROGRAM NAME (IF DIFFERENT) Handler (STRTP) | | CORPORATE NUMBER TAX ID 95-1647832 | | PROGRAM NUMBER 0194.00.04 | | PROGRAM FISCAL YEAR 7/1/2023 -6/30/24 | |
|--|--|--|--------------|---------------------------------------|--|--------------------------------|--------------------|--|--|
| COST GROUPS | | A TOTAL PROGRAM COST | B OFFSETS | C REASONABLENESS ADJUSTMENTS | D FINAL COSTS (COL. A MINUS COLS. B & C) | E PERCENTAGE OF TOTAL COSTS | F CDSS USE ONLY | | |
| 1 | Child Care & Supervision | 2,235,660 | 179,152 | | 2,056,508 | 51.47% | | | |
| 2 | Social Work Activity | 153,932 | | | 153,932 | 3.85% | | | |
| 3 | Food | 136,379 | 18,792 | 915 | 116,672 | 2.92% | | | |
| 4a | Shelter Costs - Building Rent & Leases | - | | | - | | | | |
| 4b | Shelter Costs - Approved by Attorney General Self-Dealing Transactions Affiliated Leases | - | | | - | | | | |
| 4c | Shelter Costs - Acquisition Mortgage: Principal & Interest | 20,449 | | | 20,449 | 0.47% | | | |
| 5 | Building & Equipment | 390,119 | 84,371 | 22,191 | 283,557 | 7.10% | | | |
| 6 | Utilities | 84,141 | | | 84,141 | 2.11% | | | |
| 7 | Vehicles & Travel | 40,695 | | 988 | 39,707 | 0.99% | | | |
| 8 | Child-Related | 83,983 | 1,740 | 631 | 81,612 | 2.04% | | | |
| 9a | Executive Director Salary | 43,431 | | | 43,431 | 1.09% | | | |
| 9b | Assistant Director Salary | - | | | - | | | | |
| 9c | Administrator Salary | 62,966 | | | 62,966 | 1.58% | | | |
| 9d | All Other Admin. Salaries | 605,459 | | | 605,459 | 15.15% | | | |
| 9e | Financial Audit Costs | 14,665 | | | 14,665 | 0.37% | | | |
| 9f | Administration (Minus Admin. Salaries and Financial Audit Costs) | 435,651 | 2,427 | 348 | 432,876 | 10.83% | | | |
| | TOTAL | 4,307,530 | 286,482 | 25,073 | 3,995,975 | 100.00% | | | |
| CDSS USE ONLY | | | | | | | | | |

See Independent Auditor's Report on Supplementary Information

GROUP HOME PROGRAM
PAYROLL & FRINGE BENEFIT REPORT (SR4)
Number of months in cost reporting period

TWELVE (July 2023 - June 2024)

| CORPORATE/LICENSEE NAME: Vista Del Mar Child & Family Services | CORPORATE NUMBER: TAX ID 95-1647832 | PROGRAM NUMBER 0194.00.04 | PROGRAM FISCAL YR 7/1/2023 -6/30/24 |
|---|--|-------------------------------|--|
| | (1) Child Care & Supervision | (2) Social Work Activities | (3) DSS USE ONLY |
| I. PAYROLL (DO NOT INCLUDE BENEFITS) | 1,607,642 | 120,445 | |
| II. FRINGE BENEFIT EXPENSE | | | |
| 1. FICA Employer Tax (include MEDICARE) | 122,104 | 9,148 | |
| 2. Unemployment Coverage (State & Federal) | 8,405 | 630 | |
| 3. Workers' Compensation Insurance | 87,409 | 6,549 | |
| 4. Medical Insurance Expense | 187,118 | 14,019 | |
| 5. Retirement | 37,045 | 2,775 | |
| 6. Other (Specify on back of form) | 4,882 | 366 | |
| TOTAL FRINGE BENEFITS (Add Lines 1 through 6) | 446,963 | 33,487 | |
| III. TOTAL PAYROLL & FRINGE BENEFITS | 2,054,605 | 153,932 | |
| IV. CONTRACTOR COSTS | 181,055 | 0 | |
| v. TOTAL (Add Line III and Line IV), Transfer to Column A, Lines 1 and 2, Cost Report (SR 3) | 2,235,660 | 153,932 | |
| CDSS USE ONLY | | | |

**GROUP HOME PROGRAM
PAYROLL & FRINGE BENEFIT REPORT (SR4)**

Number of months in cost reporting period

TWELVE (July 2023 - June 2024)

| | | | |
|---|--|------------------------------|--|
| CORPORATE/LICENSEE NAME: Vista Del Mar Child & Family Services | CORPORATE NUMBER: TAX ID 95-1647832 | PROGRAM NUMBER 0194.00.04 | PROGRAM FISCAL YR 7/1/2023 -6/30/24 |
|---|--|------------------------------|--|

II.6 Other (Specify on back of form)

| (1) Child Care & Supervision | (2) Social Work Activities |
|---------------------------------|-------------------------------|
| 3,264 | 245 |
| 1,377 | 103 |
| 242 | 18 |
| 4,883 | 366 |

Disability Insurance Life Insurance Benefit
Accidental Death & Dismemberment Insurance
TOTAL ON LINE II.6 OF SR4

TOTAL PROGRAM COST DISPLAY (FCR 12 FFA)

SUBMIT ONE FOR EACH PROGRAM

Number of months in cost reporting period 12

| CORPORATE/LICENSEE NAME | | PROGRAM NAME (IF DIFFERENT) | CORPORATE NUMBER | | PROGRAM NUMBER | | PERIOD |
|---------------------------------------|---|------------------------------|-------------------|------------------|------------------|-------------------|--|
| Vista Del Mar Child & Family Services | | FFA | TAX ID 95-1647832 | | 0194.01.02 | | 7/1/23 - 6/30/24 |
| LINE | (1) | (2) | (3) | (4) | (5) | (6.00) | (7) |
| | LINE ITEMS OF COST | TOTAL (COLS. 3 THRU 6) | ADMINISTRATION | RECRUITMENT | TRAINING | SOCIAL WORK | EXPLANATION |
| 100a | Executive Director Salary | 5,778.00 | 5,778.00 | | | | Portion of Agency's ED allocated to FFA program. |
| 100b | Assistant Director Salary | - | | | | | Portion of Agency's AD allocated to FFA program. |
| 100c | Administrator Salary | 20,707.00 | 20,707.00 | | | | Portion of Program Director's time allocated to FFA. |
| 100d | All Other Administrative Salaries | 161,325.00 | 161,325.00 | | | | Administrative salaries charged to FFA program. |
| 101 | Recruitment Payroll | 37,310.00 | | 37,310.00 | | | Recruitment salaries for FFA program. |
| 102 | Training Payroll | 74,620.00 | | | 74,620.00 | | Training salaries for FFA program. |
| 110 | Administrative Contracts | 27,664.00 | 25,861.00 | 351.00 | 701.00 | 705.00 | Allocated based on % of salaries in each category. |
| 121 | Telephone and Telegraph | 4,480.00 | 3,054.00 | 278.00 | 555.00 | 594.00 | Allocated based on % of salaries in each category. |
| 122 | Postage and Freight | 246.00 | 246.00 | - | - | - | Allocated based on % of salaries in each category. |
| 123 | Office Supplies | 2,351.00 | 1,645.00 | 137.00 | 275.00 | 294.00 | Allocated based on % of salaries in each category. |
| 132 | Conferences, Meetings, In-Service Training | 1,808.00 | 1,501.00 | 60.00 | 119.00 | 128.00 | Allocated based on % of salaries in each category. |
| 133 | Memberships, Subscriptions, Dues | 6,974.00 | 3,214.00 | 732.00 | 1,463.00 | 1,565.00 | Allocated based on % of salaries in each category. |
| 134 | Printing, Publications | 136.00 | 121.00 | 3.00 | 6.00 | 6.00 | Allocated based on % of salaries in each category. |
| 135 | Bonding, General Insurance | 10,341.00 | 4,746.00 | 1,089.00 | 2,177.00 | 2,329.00 | Allocated based on % of salaries in each category. |
| 137 | Advertising | 66.00 | 66.00 | - | - | - | Allocated based on % of salaries in each category. |
| 138 | Miscellaneous | 13,534.00 | 10,067.00 | 675.00 | 1,349.00 | 1,443.00 | Allocated based on % of salaries in each category. |
| 200 | Building and Equipment Payroll | 2,784.00 | 2,784.00 | | | | Housekeeping salaries charged to FFA program. |
| 211 | Building Rents and Leases | - | | | | | |
| 214 | Acquisition Mortgage Principal & Interest | - | | | | | |
| 215 | Property Appraisal Fees | - | | | | | |
| 216 | Property Taxes | 478.00 | 478.00 | | | | All is Administrative. |
| 217 | Building and Equipment Insurance | 2,540.00 | 2,540.00 | | | | All is Administrative. |
| 221 | Utilities | 10,720.00 | 4,932.00 | 1,126.00 | 2,253.00 | 2,409.00 | Allocated based on % of salaries in each category. |
| 222 | Building Maintenance | 27,160.00 | 11,781.00 | 2,992.00 | 5,985.00 | 6,402.00 | Allocated based on % of salaries in each category. |
| 223 | Building and Equipment Contracts | - | | | | | |
| 224 | Building and Equipment Supplies | - | | | | | |
| 225 | Equipment Leases | - | | | | | |
| 226 | Equipment Depreciation Expense | 33.00 | 33.00 | | | | All is Administrative. |
| 227 | Expendable Equipment | 6,693.00 | 3,866.00 | 550.00 | 1,100.00 | 1,177.00 | Allocated based on % of salaries in each category. |
| 228 | Building and Equipment Miscellaneous | - | | | | | |
| 241 | Vehicle Leases | - | | | | | |
| 242 | Vehicle Depreciation | - | | | | | |
| 243 | Vehicle Operating Costs | 2,642.00 | 1,218.00 | 277.00 | 554.00 | 593.00 | Allocated based on % of salaries in each category. |
| 350 | Total Paid to Certified Family Homes | 292,442.00 | | | | 292,442.00 | 100% social work. |
| 352 | Other Child-Related Costs, Not Provided by Certified Family Homes | - | | | | - | 100% social work. |
| 410 | Social Worker Payroll and/or Social Worker Contract | 79,820.00 | | | | 79,820.00 | Social Work salaries for FFA program. |
| 440 | Direct Care Contracts | 11.00 | 11.00 | | | | Allocations for contractors by administrator. |
| 500 | TOTAL EXPENSES | 792,663.00 | 265,974.00 | 45,580.00 | 91,157.00 | 389,907.00 | |

See Independent Auditor's Report on Supplementary Information

GROUP HOME PROGRAM COST REPORT (SR 3)

This form is to collect cost information for the group home program. Report actual allowable and reasonable costs. If the corporation operates more than one group home program and/or the program provides other activities, (example: day care, on-site education, adult services, foster family agency, etc.) cost **must be allocated** to the appropriate activity and only the allowable group home program costs for the program are to be reported. Describe the methodology used to allocate costs if other than the standard allocation methodology indicated in current regulations (MPP 11-402.8 et seq.). NOTE: A separate cost report form must be completed for each group home program operated by the corporation.

Number of months in cost reporting period TWELVE (July 2023 - June 2024)

| CORPORATE NAME: Vista Del Mar Child & Family Services | | PROGRAM NAME (IF DIFFERENT) Special Care (CTF) | | CORPORATE NUMBER TAX ID 95-1647832 | | PROGRAM NUMBER 0194.08.01 | | PROGRAM FISCAL YEAR 7/1/2023 -6/30/24 | |
|--|--|---|---------------|---------------------------------------|--|--------------------------------------|--------------------|--|--|
| COST GROUPS | | A TOTAL PROGRAM COST | B OFFSETS | C REASONABLENESS ADJUSTMENTS | D FINAL COSTS (COL. A MINUS COLS. B & C) | E PERCENTAGE OF TOTAL COSTS | F CDSS USE ONLY | | |
| 1 | Child Care & Supervision | 1,784,896 | | | 1,784,896 | 46.41% | | | |
| 2 | Social Work Activity | 216,595 | | | 216,595 | 5.63% | | | |
| 3 | Food | 127,453 | 15,481 | | 111,973 | 2.91% | | | |
| 4a | Shelter Costs - Building Rent & Leases | - | | | - | | | | |
| 4b | Shelter Costs - Approved by Attorney General | - | | | - | | | | |
| 4c | Shelter Costs - Acquisition Mortgage: Principal & Interest | 23,993 | | | 23,992 | 0.62% | | | |
| 5 | Building & Equipment | 437,362 | 72 | 10,783 | 426,506 | 11.09% | | | |
| 6 | Utilities | 75,728 | | | 75,728 | 1.97% | | | |
| 7 | Vehicles & Travel | 13,156 | 18 | | 13,138 | 0.34% | | | |
| 8 | Child-Related | 63,733 | 1,896 | | 61,837 | 1.61% | | | |
| 9a | Executive Director Salary | 38,199 | | | 38,199 | 0.99% | | | |
| 9b | Assistant Director Salary | - | | | - | | | | |
| 9c | Administrator Salary | 35,704 | | | 35,704 | 0.93% | | | |
| 9d | All Other Admin. Salaries | 666,670 | | | 666,670 | 17.33% | | | |
| 9e | Financial Audit Costs | 12,899 | | | 12,899 | 0.34% | | | |
| 9f | Administration (Minus Admin. Salaries and Financial Audit Costs) | 380,685 | 1,770 | | 378,916 | 9.85% | | | |
| | TOTAL | 3,877,073 | 19,237 | 10,783 | 3,847,053 | 100.00% | | | |

See Independent Auditor's Report on Supplementary Information

GROUP HOME PROGRAM**PAYROLL & FRINGE BENEFIT REPORT (SR4)**

Number of months in cost reporting period

TWELVE (July 2023 - June 2024)

| CORPORATE/LICENSEE NAME: | CORPORATE NUMBER: | PROGRAM NUMBER | PROGRAM FISCAL YR |
|---|---------------------------------|-------------------------------|---------------------|
| Vista Del Mar Child & Family Services | TAX ID 95-1647832 | 0194.08.01 | 7/1/2023 -6/30/24 |
| | (1) Child Care & Supervision | (2) Social Work Activities | (3) DSS USE ONLY |
| I. PAYROLL (DO NOT INCLUDE BENEFITS) | 1,249,032 | 171,948 | |
| II. FRINGE BENEFIT EXPENSE | | | |
| 1. FICA Employer Tax (include MEDICARE) | 94,807 | 13,052 | |
| 2. Unemployment Coverage (State & Federal) | 6,557 | 903 | |
| 3. Workers' Compensation Insurance | 66,729 | 9,186 | |
| 4. Medical Insurance Expense | 123,631 | 17,020 | |
| 5. Retirement | 28,958 | 3,987 | |
| 6. Other (Specify on back of form) | 3,630 | 499 | |
| TOTAL FRINGE BENEFITS (Add Lines 1 through 6) | 324,312 | 44,647 | |
| III. TOTAL PAYROLL & FRINGE BENEFITS | 1,573,344 | 216,595 | |
| IV. CONTRACTOR COSTS | 211,552 | 0 | |
| v. TOTAL (Add Line III and Line IV), Transfer to Column A, Lines 1 and 2, Cost Report (SR 3) | 1,784,896 | 216,595 | |
| CDSS USE ONLY | | | |

**GROUP HOME PROGRAM
PAYROLL & FRINGE BENEFIT REPORT (SR4)**

Number of months in cost reporting period

TWELVE (July 2023 - June 2024)

| | | | |
|--|---|-------------------------------------|---|
| CORPORATE/LICENSEE NAME: Vista Del Mar Child & Family Services | CORPORATE NUMBER: TAX ID 95-1647832 | PROGRAM NUMBER 0194.08.01 | PROGRAM FISCAL YR 7/1/2023 -6/30/24 |
|--|---|-------------------------------------|---|

II.6 Other (Specify on back of form)

| (1) Child Care & Supervision | (2) Social Work Activities |
|---------------------------------|-------------------------------|
| 2,435 | 335 |
| 1,020 | 140 |
| 175 | 24 |
| 3,630 | 499 |

Disability Insurance Life Insurance Benefit
Accidental Death & Dismemberment Insurance
TOTAL ON LINE II.6 OF SR4

TOTAL PROGRAM COST DISPLAY (FCR 12 ITFC)

SUBMIT ONE FOR EACH PROGRAM

Number of months in cost reporting period 12

| CORPORATE/LICENSEE NAME | | PROGRAM NAME (IF DIFFERENT) | CORPORATE NUMBER | | PROGRAM NUMBER | REPORTING PERIOD | |
|---------------------------------------|---|------------------------------|-------------------|--------------|----------------|------------------|---|
| Vista Del Mar Child & Family Services | | ITFC | TAX ID 95-1647832 | | 10-007-03 | 7/1/23 - 6/30/24 | |
| LINE | (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| | LINE ITEMS OF COST | TOTAL (COLS. 3 THRU 6) | ADMINISTRATION | RECRUITMENT | TRAINING | SOCIAL WORK | EXPLANATION |
| 100a | Executive Director Salary | 172 | 172 | | | | Portion of Agency's ED allocated to ITFC program. |
| 100b | Assistant Director Salary | 0 | | | | | Portion of Agency's AD allocated to ITFC program. |
| 100c | Administrator Salary | 6,802 | 6,802 | | | | Portion of Program Director's time allocated to ITFC. |
| 100d | All Other Administrative Salaries | 4,658 | 4,658 | | | | Administrative salaries charged to ITFC program. |
| 101 | Recruitment Payroll | 6,872 | | 6,872 | | | Recruitment salaries for ITFC program. |
| 102 | Training Payroll | 13,742 | | | 13,742 | | Training salaries for ITFC program. |
| 110 | Administrative Contracts | 1,332 | 862 | 90 | 190 | 190 | Allocated based on % of salaries in each category. |
| 121 | Telephone and Telegraph | 172 | 85 | 17 | 35 | 35 | Allocated based on % of salaries in each category. |
| 122 | Postage and Freight | 7 | 7 | - | - | - | Allocated based on % of salaries in each category. |
| 123 | Office Supplies | 34 | 34 | - | - | - | Allocated based on % of salaries in each category. |
| 132 | Conferences, Meetings, In-Service Training | 53 | 41 | 2 | 5 | 5 | Allocated based on % of salaries in each category. |
| 133 | Memberships, Subscriptions, Dues | 448 | 111 | 65 | 136 | 136 | Allocated based on % of salaries in each category. |
| 134 | Printing, Publications | 3 | 3 | - | - | - | Allocated based on % of salaries in each category. |
| 135 | Bonding, General Insurance | 337 | 91 | 47 | 100 | 100 | Allocated based on % of salaries in each category. |
| 137 | Advertising | 2 | 2 | - | - | - | Allocated based on % of salaries in each category. |
| 138 | Miscellaneous | 224 | 224 | - | - | - | Allocated based on % of salaries in each category. |
| 200 | Building and Equipment Payroll | 0 | | | | | |
| 211 | Building Rents and Leases | 0 | | | | | |
| 214 | Acquisition Mortgage Principal & Interest | 0 | | | | | |
| 215 | Property Appraisal Fees | 0 | | | | | |
| 216 | Property Taxes | 1 | 1 | - | - | - | |
| 217 | Building and Equipment Insurance | 225 | 54 | 33 | 69 | 69 | Allocated based on % of salaries in each category. |
| 221 | Utilities | 35 | 25 | 2 | 4 | 4 | Allocated based on % of salaries in each category. |
| 222 | Building Maintenance | 2,368 | 540 | 351 | 739 | 739 | Allocated based on % of salaries in each category. |
| 223 | Building and Equipment Contracts | 0 | 0 | - | - | - | |
| 224 | Building and Equipment Supplies | 0 | | | | | |
| 225 | Equipment Leases | 0 | | | | | |
| 226 | Equipment Depreciation Expense | 1 | 1 | | | | All is Administrative. |
| 227 | Expendable Equipment | 128 | 70 | 11 | 23 | 23 | Allocated based on % of salaries in each category. |
| 228 | Building and Equipment Miscellaneous | 0 | | | | | |
| 241 | Vehicle Leases | 0 | | | | | |
| 242 | Vehicle Depreciation | 0 | | | | | |
| 243 | Vehicle Operating Costs | 467 | 108 | 69 | 145 | 145 | Allocated based on % of salaries in each category. |
| 350 | Total Paid to Certified Family Homes | 2,742 | | | | 2,742 | 100% social work. |
| 352 | Other Child-Related Costs, Not Provided by Certified Family Homes | 0 | 0 | | | - | 100% social work. |
| 410 | Social Worker Payroll and/or Social Worker Contract | 13,742 | | | | 13,742 | Social Work salaries for ITFC program. |
| 440 | Direct Care Contracts | 0 | | | | | |
| 500 | TOTAL EXPENSES | 54,568 | 13,891 | 7,559 | 15,188 | 17,930 | |

See Independent Auditor's Report on Supplementary Information

VISTA DEL MAR CHILD AND FAMILY SERVICES

Reiss Davis Graduate School Statement of Activities For the Year Ended June 30, 2024

REVENUES:

| | | |
|--------------------------|----|----------------|
| Tuition | \$ | 285,891 |
| Fees | | 9,405 |
| Grants and Contributions | | 594,364 |
| Seminar Income | | 8,760 |
| TOTAL REVENUE | | <u>898,420</u> |

EXPENSES:

| | | |
|---|--|------------------|
| Salaries and benefits | | 828,642 |
| Consultants and Other Professional Fees | | 189,027 |
| Scholarships | | 35,600 |
| Occupancy | | 76,517 |
| Membership Dues | | 15,801 |
| Supplies | | 2,195 |
| Telephone, Postage and Delivery | | - |
| Printing and Outreach | | 89,095 |
| Conferences and Meetings | | 4,070 |
| Subscriptions and Publications | | 3,775 |
| Liability Insurance | | 13,215 |
| Depreciation | | 7,130 |
| Other Operating Expenses | | 7,135 |
| General and Administrative Overhead | | 7,077 |
| TOTAL EXPENSES | | <u>1,279,279</u> |

CHANGE IN NET ASSETS (380,859)

Net Assets - Beginning of Year (104,464)

NET ASSETS - END OF YEAR \$ (485,323)

See Independent Auditor's Report on Supplementary Information

VISTA DEL MAR CHILD AND FAMILY SERVICES

Department of Education Supplemental Schedules
June 30, 2024

Primary Reserve Ratio

| | |
|---|----------------------|
| Expendable Net Assets | |
| Net Assets Without Donor Restrictions | \$ 35,758,440 |
| Net Assets with Donor Restrictions | \$ 13,892,969 |
| Annuities with Donor Restrictions | \$ - |
| Term Endowments with Donor Restrictions | \$ 7,163,666 |
| Life Income Funds with Donor Restrictions | \$ - |
| Net Assets with Donor Restrictions: Restricted in Perpetuity | \$ - |
| | |
| Beneficial Interest in Charitable Remainder | \$ 3,719,962 |
| Subject to Expenditure for Specified Purpose: | |
| Facilities | \$ 483,424 |
| Program Services | \$ 1,446,471 |
| Subject to Appropriations | \$ 1,079,446 |
| Not Subject to Appropriation or Expenditure: | |
| Donor Restricted Endowment Funds | \$ 7,163,666 |
| Total Net Assets with Donor Restrictions: Other for Purpose or Time | <u>\$ 13,892,969</u> |
| | |
| Secured and Unsecured Related Party Receivables | \$ - |
| Unsecured Related Party Receivables | \$ - |
| Unsecured Other Related Party Assets | \$ - |
| Property, Plant and Equipment, Net (Includes Construction in Progress and Capital Leases) | \$ 24,480,759 |
| Property, Plant and Equipment- Pre-Implementation (Includes Capital Leases) | \$ - |
| Property, Plant and Equipment- Post-Implementation with Outstanding Debt for Original Purchase (Includes Capital Leases) | \$ - |
| Property, Plant and Equipment- Post-Implementation Without Outstanding Debt for Original Purchase (Includes Capital Leases) | \$ - |
| Construction in Process | \$ 3,290,568 |
| Lease Right-Of-Use Asset, Net | \$ 703,194 |
| Lease Right-Of-Use Asset Pre-Implementation | \$ - |
| Lease Right-Of-Use Asset Post-Implementation | \$ 703,194 |
| Intangible Assets | \$ - |
| Post-Employment and Pension Liabilities | \$ - |
| Long-Term Debt for Longer Term Purposes | \$ - |
| Long-Term Debt for Longer Term Purposes Pre-Implementation | \$ - |
| Long-Term Debt for Longer Term Purposes Post-Implementation | \$ - |
| Line of Credit for Construction In Process | \$ - |
| Lease Right-of-Use Asset Liability | \$ 712,229 |
| Pre-Implementation Right-of-Use Leases Liabilities | \$ - |
| Post-Implementation Right-of-Use Leases Liabilities | \$ 712,229 |
| Total Expenses and Losses | |
| Total Expenses Without Donor Restrictions- Taken Directly from Statement of Activities | \$ 51,393,788 |
| Non-Operating and Net Investment (Loss) | |
| Investment Return | \$ 1,751,876 |
| Other Income | \$ 2,567,205 |
| Employee Retention Credit | \$ - |
| | <u>\$ 4,319,081</u> |
| Other Components of Net Periodic Pension Costs | \$ - |
| Change In Value of Split-Interest Agreements | \$ 581,881 |
| Other Losses | \$ - |
| Net Investment Losses | \$ - |
| Pension- Related Changes Other Than Net Periodic Costs | \$ - |

See Independent Auditor's Report on Supplementary Information

VISTA DEL MAR CHILD AND FAMILY SERVICES

Department of Education Supplemental Schedules
June 30, 2024

Equity Ratio

| | | |
|--|----|------------|
| Modified Net Assets | | |
| Net Assets Without Donor Restrictions | \$ | 35,758,440 |
| Net Assets with Donor Restrictions | \$ | 13,892,969 |
| Lease Right-of-Use Asset Pre-Implementation | \$ | - |
| Pre-Implementation Right-of-Use Leases Liabilities | \$ | - |
| Intangible Assets | \$ | - |
| Unsecured Related Party Receivables | \$ | - |
| Unsecured Related Party Other Assets | \$ | - |
| Modified Assets | | |
| Total Assets | \$ | 63,137,745 |
| Lease Right-of-Use Asset Pre-Implementation | \$ | - |
| Intangible Assets | \$ | - |
| Unsecured Related Party Receivables | \$ | - |
| Unsecured Related Party Other Assets | \$ | - |

See Independent Auditor's Report on Supplementary Information

VISTA DEL MAR CHILD AND FAMILY SERVICES

Department of Education Supplemental Schedules
June 30, 2024

Net Income Ratio

| | | |
|--|----|------------------|
| Change In Net Assets Without Donor Restrictions | \$ | (2,161,557) |
| Total Revenues and Gains | | |
| Total Operating Revenue and Other Additions (Gains) | \$ | 44,724,623 |
| Investment Return Appropriated for Spending | \$ | - |
| Non-Operating Revenue and Other Gains | | |
| Investment return | \$ | 1,751,876 |
| Other Income | \$ | 2,567,205 |
| Change in Value of Beneficial Interest in Charitable Remainder Trusts | \$ | 581,881 |
| Change in Value of Beneficial Interest in Perpetual Trust | \$ | - |
| Change in Value of Annuities Payable | \$ | - |
| | \$ | <u>4,900,962</u> |

See Independent Auditor's Report on Supplementary Information

VISTA DEL MAR CHILD AND FAMILY SERVICES

Department of Education Supplemental Schedules
June 30, 2024

Primary Reserve Ratio

| | |
|------------------------------|-------------------|
| <u>Expendable Net Assets</u> | 35,758,440 |
| Total Expenses | <u>51,393,788</u> |
| | 0.70 |

Equity Ratio

| | |
|----------------------------|-------------------|
| <u>Modified Net Assets</u> | 49,651,409 |
| Modified Assets | <u>63,137,745</u> |
| | 0.79 |

Net Income Ratio

| | |
|--|-------------------|
| <u>Change in Unrestricted Net Assets</u> | (2,161,557) |
| Total Unrestricted Revenues | <u>46,185,549</u> |
| | -0.05 |

Related Party Footnote

No related party transactions occurred for the year ended June 30, 2024.

See Independent Auditor's Report on Supplementary Information