

GATEWAY COMMUNITY SERVICE BOARD  
REPORT ON AUDIT OF FINANCIAL STATEMENTS  
AND REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

GATEWAY COMMUNITY SERVICE BOARD

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## *Independent Auditor's Report*

To the Community Service Board  
Gateway Community Service Board  
Brunswick, Georgia

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

#### ***Opinions***

We have audited the financial statements of the governmental activities, the aggregate discretely presented component unit, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Gateway Community Service Board, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Gateway Community Service Board's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Gateway Community Service Board, as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

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* (GAS), 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 Gateway Community Service Board and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Gateway Community Service Board's ability to continue as a going concern for twelve months beyond the financial statement issuance date, including any 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 opinions. 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 GAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery,

intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and GAS, 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 Gateway Community Service Board'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 Gateway Community Service Board'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.

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (pages 4 through 8), ERS - Schedule of Proportionate Share of the Net Pension Liability (page 49), ERS - Schedule of Contributions (page 50), SEAD-OPEB - Schedule of Proportionate Share of the Net OPEB Asset (page 52), SEAD-OPEB - Schedule of Contributions (page 53), SHBP-OPEB - Schedule of Proportionate Share of the Net OPEB Asset (Liability) (page 55), and SHBP-OPEB - Schedule of Contributions (page 56) be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Gateway Community Service Board's basic financial statements. The accompanying Comparative Statements of Actual Revenues and Expenditures to Budget (pages 58 through 85), the Schedule of State Contractual Assistance (pages 86 through 90), and the Schedule of Cash Flows (pages 91 through 92) are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Comparative Statements of Actual Revenues and Expenditures to Budget, the Schedule of State Contractual Assistance, and the Schedule of Cash Flows are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including

comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Comparative Statements of Actual Revenues and Expenditures to Budget, the Schedule of State Contractual Assistance, and the Schedule of Cash Flows are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 20, 2025 on our consideration of Gateway Community Service Board'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 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 Gateway Community Service Board's internal control over financial reporting and compliance.

ROBERT BAKER & ASSOCIATES, CPAs

A handwritten signature in black ink that reads "ROBERT BAKER AND ASSOCIATES". The signature is written in a cursive, flowing style. Below the signature is a horizontal line.

Certified Public Accountants

Albany, Georgia

November 20, 2025

GATEWAY COMMUNITY SERVICE BOARD  
MANAGEMENT'S DISCUSSION AND ANALYSIS

For the Fiscal Year Ended June 30, 2025

The management of Gateway Community Service Board (the "CSB," the "Community Service Board," or "Gateway") presents the following Management's Discussion and Analysis to provide an objective and easily readable analysis of Gateway Community Service Board's financial activities. The analysis provides summary financial information for Gateway Community Service Board and should be read in conjunction with Gateway Community Service Board's financial statements.

Gateway Community Service Board provides comprehensive mental health, developmental disabilities, addictive diseases services, and women's treatment recovery services (MH/DD/AD/WTRS) to Bryan, Camden, Chatham, Effingham, Glynn, Liberty, Long, and McIntosh counties in the State of Georgia. Gateway is a public agency and instrumentality of the State of Georgia organized under section 37-2-6 of the Official Code of Georgia Annotated ("O.C.G.A."), originally created by Georgia House Bill 100 in 1994, and recreated by Georgia House Bill 498 in 2002.

Community Service Boards, such as Gateway, are created by state statute as public agencies to govern publicly funded programs for mental health, developmental disabilities, and addictive diseases services. (OCGA Section 37-2-6 (a)).

Gateway's administrative offices are co-located in Brunswick, Georgia (Glynn County) and Savannah, Georgia (Chatham County), with services provided at over 40 different service sites in the 4,000 square mile, eight-county service area. Services include, but are not limited to, outpatient, peer support, clubhouse programs, community outreach, crisis stabilization, residential, and supported employment. Approximately 56% of Gateway's funding comes in the form of State Contracted Services mainly through DBHDD, and 37% comes in the form of Fee-For-Service. Other sources of income include County Government support (2%), Federal grants (2%), other contracts (2%), and other income (1%).

For fiscal year 2025, Gateway was under the management of the Georgia Department of Behavioral Health and Developmental Disabilities ("DBHDD"), which assumed such responsibility in 2013. The Commissioner of DBHDD, with the concurrence of the Governor, has chosen to continue the appointment of the Manager that is acting as Gateway's CEO, without a local governing board.

## OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Gateway Community Service Board's financial statements, which is comprised of the basic financial statements and the notes to the financial statements. The financial statements also include notes that explain in more detail some of the information in the financial statements. Since the Community Service Board is comprised of a single general fund, no fund-level financial statements are shown. However, this report contains other supplementary information concerning the individual programs as required by the Georgia Department of Behavioral Health and Development Disabilities.

Gateway Community Service Board's basic financial statements comprise three components: 1) *Government-wide financial statements*, 2) *Fund financial statements*, and 3) *Notes to the financial statements*. The *Government-wide financial statements* present an overall picture of Gateway Community Service Board's financial position and results of operations. The *Fund financial statements* present financial information for Gateway Community Service Board's major funds. The *Notes to the financial statements* provide additional information concerning Gateway Community Service Board's finances that are not disclosed in the Government-wide or Fund financial statements.

The *Government-wide financial statements* are the **statement of net position** and the **statement of activities**. These statements use accounting methods similar to those used by private-sector companies. Emphasis is placed on the net position of governmental activities and the change in net position. Gateway Community Service Board only operates Governmental Activities, which are supported by federal and state grants, Medicaid, and other revenues.



## MANAGEMENT'S DISCUSSION AND ANALYSIS

The statement of net position presents information on all assets and deferred outflows of resources, and liabilities and deferred inflows of resources of Gateway Community Service Board, with the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources, reported as net position. Net position is reported in three categories: 1) invested in capital assets, net of related debt; 2) restricted; and 3) unrestricted. Assets and deferred outflows of resources, liabilities and deferred inflows of resources, and net position are reported for all Governmental Activities.

The statement of activities presents information on all revenues and expenses of Gateway Community Service Board and the change in net position. Expenses are reported by major function and program revenues relating to those functions are reported, providing the net cost of all functions provided by Gateway Community Service Board. Governmental Activities provided by Gateway Community Service Board include Mental Health Programs, Intellectual/Developmental Disabilities Services Programs, Addictive Disease Programs, WTRS Programs, and Other Programs administered by the Community Service Board.

*Fund financial statements* present financial information for governmental funds, proprietary funds, and fiduciary funds. These financial statements provide financial information for the major funds of Gateway Community Service Board. Governmental fund financial statements provide information on the current assets and liabilities of the funds, changes in current financial resources (revenues and expenditures), and current available resources.

*Fund financial statements* include a balance sheet and a statement of revenues, expenditures, and changes in fund balance for all governmental funds. Comparative statements of revenues and expenditures to budget are provided in the required supplementary information for Gateway Community Service Board's DBHDD grants and contracts that ended during the fiscal year. *Fund financial statements* provide more detailed information about Gateway Community Service Board's activities. Individual funds are established by Gateway Community Service Board to track revenues that are restricted to certain uses, comply with legal requirements, or account for the use of federal and state grants.

The *government-wide financial statements* and the *fund financial statements* provide different pictures of Gateway Community Service Board. The government-wide financial statements provide an overall picture of Gateway Community Service Board's financial standing. These statements are comparable to private-sector companies and give a good understanding of Gateway Community Service Board's overall financial health, and how Gateway Community Service Board paid for the various activities or functions provided by Gateway Community Service Board. All assets and deferred outflows of resources of Gateway Community Service Board are reported in the statement of net position. All liabilities and deferred inflows of resources, including future employee benefits obligated, but not paid by Gateway Community Service Board, are included.

The statement of activities includes depreciation and amortization on all long-lived assets of Gateway Community Service Board, but transactions between the different functions of Gateway Community Service Board have been eliminated in order to avoid "doubling up" the revenues and expenses. The *fund financial statements* provide a picture of the major funds of Gateway Community Service Board. In the case of governmental activities, outlays for long-lived assets are reported as expenditures and long-term liabilities are not included in the fund financial statements. To provide a link from the *fund financial statements* to the *government-wide financial statements*, a reconciliation is provided from the *fund financial statements* to the *government-wide financial statements*.

*Notes to the Financial Statements* provide additional detail concerning the financial activities and financial balances of Gateway Community Service Board. Additional information about the accounting practices of Gateway Community Service Board is included in the *notes to the financial statements*.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### FINANCIAL HIGHLIGHTS OF GATEWAY COMMUNITY SERVICE BOARD

Total Assets and Deferred Outflows of Resources of Gateway Community Service Board exceeded Total Liabilities and Deferred Inflows of Resources by \$20,480,045. Total Net Position increased by \$364,030. All of this amount is attributable to Governmental Activities.

### FINANCIAL ANALYSIS OF GATEWAY COMMUNITY SERVICE BOARD

The following schedule provides a summary of the Total Assets and Deferred Outflows of Resources, Total Liabilities and Deferred Inflows of Resources, and Total Net Position of Gateway Community Service Board:

	Net Position Governmental Activities		Total Percentage Change
	2025	2024	
Current Assets	\$ 12,329,958	\$ 12,808,084	(3.73)%
Capital Assets, Net	28,933,544	29,342,518	(1.39)%
Right of Use Assets, Net	2,369,183	1,975,861	19.91%
Net OPEB Asset	89,164	52,581	69.57%
Deferred Outflows of Resources	85,092	164,959	(48.42)%
Total Assets and Deferred Outflows of Resources	\$ 43,806,941	\$ 44,344,003	(1.21)%
Current Liabilities	\$ 6,016,958	\$ 6,008,812	0.14 %
Non-Current Liabilities	17,161,652	18,026,368	(4.80)%
Deferred Inflows of Resources	148,286	192,808	(23.09)%
Total Liabilities and Deferred Inflows of Resources	\$ 23,326,896	\$ 24,227,988	(3.72)%
Net Position:			
Investment in Capital Assets	\$ 13,090,211	\$ 12,724,282	2.88%
Net Position - Unrestricted	7,389,834	7,391,733	(0.03)%
Total Net Position	\$ 20,480,045	\$ 20,116,015	1.81 %

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### FINANCIAL ANALYSIS OF GATEWAY COMMUNITY SERVICE BOARD - CONTINUED

The following is a schedule of the changes in Net Position of Gateway Community Service Board:

	Changes in Net Position Governmental Activities		Total Percentage Change
	2025	2024	
Program Revenues:			
Operating Grants and Contributions	\$ 35,236,971	\$ 34,055,001	3.47%
Charges for Services	27,343,611	23,204,580	17.84 %
Total Program Revenues	\$ 62,580,582	\$ 57,259,581	9.29 %
Expenses:			
Mental Health Programs	\$ 39,545,169	\$ 36,606,932	8.03%
Intellectual/Development Disabilities Services Programs	8,965,678	8,249,378	8.68 %
Addictive Disease Programs	3,971,505	3,694,163	7.51%
WTRS Programs	970,683	984,468	(1.40)%
Other Programs	8,763,517	7,905,656	10.85%
Total Expenses	\$ 62,216,552	\$ 57,440,597	8.31%
Increase/(Decrease) in Net Position	\$ 364,030	\$ (181,016)	301.10 %

### FUND FINANCIAL INFORMATION

#### Governmental Funds

##### General Fund

Gateway Community Service Board's General Fund is the main operating fund of Gateway Community Service Board. It is used to account for all financial resources that are not restricted by externally imposed requirements. As of June 30, 2025, Total Assets were \$12,329,958 and Total Liabilities were \$3,887,949. The ending Unassigned Fund Balance, excluding the Nonspendable Fund Balance of \$415,150, was \$8,026,859. The Total Use of Funds of \$63,860,656 exceeded the Total Sources of Funds of \$63,846,142 by \$14,514.

### BUDGETS

Annual budgets for all programs are prepared on the modified accrual basis of accounting. The budgets are amended during the fiscal year to reflect changes in operations. Expenditures are monitored on a monthly basis to comply with funding limits and programmatic intent. Most DBHDD Contracts and one State Contracted Services budget (the HIV 602) fall under the "expense reimbursement" category and budget revisions are done as changes in operational categories of expenses exceed budgeted line items.

### CAPITAL ASSETS

Gateway Community Service Board's Capital Assets include Buildings, Leasehold Improvements, Equipment, Furniture, and Fixtures, and Vehicles. Additional information on the Community Service Board's Capital Assets can be found in Note 1 and Note 5 of the Notes to the Financial Statements.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### RIGHT OF USE ACTIVITY

Gateway Community Service Board's Right of Use Assets include Buildings, Equipment, and Vehicles. Additional information on the Community Service Board's Right of Use activity can be found in Notes 1 and 7 to the Financial Statements.

### LONG-TERM LIABILITY MANAGEMENT

#### Governmental Activities Long-Term Liabilities

The Long-Term Liabilities listed on the Governmental Statement of Net Position of \$17,161,652 includes: Notes Payable of \$15,030,012, Right of Use Liabilities of \$1,609,236, Due to DBHDD-Special Operating Advance of \$179,999, Compensated Absences of \$139,461, and Net Pension Liability of \$202,944.

### OTHER FINANCIAL INFORMATION

Gateway Community Service Board's Net Position increased 1.8% in FY2025 and its financial position remains very strong with a current asset to current liabilities ratio of 2:1, and a Net Position of \$20.5 million. Over the past ten (10) years, the Total Net Position has increased by \$20 million with the unrestricted portion increasing \$10.2 million. Labor cost pressures and operating costs for expanded facilities were the driving factors in lower increases in Net Position the past couple of years.

In its 2024 Session, the Georgia General Assembly funded a significant rate increase in Gateway's Medicaid billing and State Contracted Services billing rates for uninsured individuals, which were a significant part of the \$5.3 million in additional revenue in FY2025. All major annual contracts with the Georgia Department of Behavioral Health and Developmental Disabilities (DBHDD) have been renewed in the new fiscal year with some decreases in funding as a result of the end of Federal COVID relief funds. Some additional noteworthy achievements in the 2025 fiscal year were as follows:

- Expansion of services with the addition of a Transcranial Magnetic Stimulation (TMS) Clinic in Savannah and Assisted Outpatient Treatment (AOT) in Brunswick. The TMS program recently was awarded \$100k to provide the service to uninsured patients.
- A third graduating class from Gateway's Graduate Medical Education program for psychiatry training that began in 2019, with the graduation of four General Resident Psychiatrists, one Child Fellow and two Addiction Fellows in June 2025. Seven new doctors joined the Gateway Residency Program in FY2026 with a total of 26 General Residents, 2 Child Fellows and 1 Addiction Medicine Fellows being trained in community psychiatry.
- Progress with the constructions of a new Child & Adolescent Crisis Stabilization Unit replacing Lakeside CSU and a new C&A Outpatient facility all on one campus in the City of Savannah with a projected completion date of December 2026.
- A new partnership with Mercer University School of Medicine to provide Marriage and Family Therapy training on-site in Gateway facilities in Savannah
- Improved scores across all programs from clinical audits by Carelon, the State's reviewer.

FY2025 strategic initiatives were recovery focused, fiscally sound, and centered on quality of care with measured outcomes. Despite challenges with recruitment and retention of staff and higher labor costs, Gateway was able to continue to provide a broad array of services with nearly 600 staff located in six counties.

With the oversight and guidance of DBHDD, the leadership team at Gateway, the State's safety net provider for Coastal Georgia, is confident that the sound financial condition will be maintained in FY2026. Gateway's future outlook is for steady and consistent growth, with funding being made available by State and Federal agencies.

GATEWAY COMMUNITY SERVICE BOARD

STATEMENT OF NET POSITION

June 30, 2025

	GATEWAY COMMUNITY SERVICE BOARD	DISTINCTIVE HEALTH SOLUTIONS, INC. AND SUBSIDIARY
ASSETS		
Current Assets:		
Cash	\$ 6,958,926	\$ 366,303
Cash-Restricted	116,686	2,500
Certificate of Deposit	1,040,525	520,263
Accounts Receivable	1,900,561	2,990
Due from DBHDD	1,897,252	-
Due from Distinctive Health Solutions, Inc. and Subsidiary	858	-
Due from Gateway Community Service Board	-	1,440,682
Prepaid Items	415,150	289,973
Total Current Assets	<u>\$ 12,329,958</u>	<u>\$ 2,622,711</u>
Capital Assets, Net	<u>\$ 28,933,544</u>	<u>\$ 1,991,502</u>
Right of Use Assets, Net	<u>\$ 2,369,183</u>	<u>\$ -</u>
Net OPEB Asset	<u>\$ 89,164</u>	<u>\$ -</u>
Other Assets:		
Reserve Deposits	<u>\$ -</u>	<u>\$ 190,266</u>
Total Assets	<u>\$ 43,721,849</u>	<u>\$ 4,804,479</u>
Deferred Outflows of Resources:		
Pension Related Items	\$ 51,945	\$ -
OPEB Related Items	33,147	-
Total Deferred Outflows of Resources	<u>\$ 85,092</u>	<u>\$ -</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

GATEWAY COMMUNITY SERVICE BOARD  
STATEMENT OF NET POSITION - CONTINUED

June 30, 2025

	GATEWAY COMMUNITY SERVICE BOARD	DISTINCTIVE HEALTH SOLUTIONS, INC. AND SUBSIDIARY
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ 899,699	\$ -
Payroll Liabilities	696,089	658,671
Due to Distinctive Health Solutions, Inc. and Subsidiary	1,440,681	-
Due to Gateway Community Service Board	-	858
Notes Payable	813,321	26,757
Right of Use Liabilities	805,535	-
Due to DBHDD-Special Operating Advance	240,000	-
Due to DCH-Medicaid	314,795	-
Compensated Absences	690,152	268,269
Total Current Liabilities	<u>\$ 6,016,958</u>	<u>\$ 954,555</u>
Non-Current Liabilities:		
Notes Payable	\$ 15,030,012	\$ 3,192,609
Right of Use Liabilities	1,609,236	-
Security Deposits	-	2,500
Due to DBHDD-Special Operating Advance	179,999	-
Compensated Absences	139,461	512,222
Net Pension Liability	202,944	-
Total Non-Current Liabilities	<u>\$ 17,161,652</u>	<u>\$ 3,707,331</u>
Total Liabilities	<u>\$ 23,178,610</u>	<u>\$ 4,661,886</u>
Deferred Inflows of Resources:		
Pension Related Items	\$ 23,066	\$ -
OPEB Related Items	125,220	-
Total Deferred Inflows of Resources	<u>\$ 148,286</u>	<u>\$ -</u>
NET POSITION		
Investment in Capital Assets	\$ 13,090,211	\$ -
Unrestricted	<u>7,389,834</u>	<u>142,593</u>
Total Net Position	<u><u>\$ 20,480,045</u></u>	<u><u>\$ 142,593</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

GATEWAY COMMUNITY SERVICE BOARD

STATEMENT OF ACTIVITIES

For the Fiscal Year Ended June 30, 2025

Functions	Expenses	Program Revenues		Net (Expenses) Revenues and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Total Governmental Activities	Component Unit
Governmental Activities:					
Mental Health Programs	\$ 39,545,169	\$ 11,499,640	\$ 26,633,355	\$ (1,412,174)	\$ -
Intellectual/Developmental					
Disabilities Services Programs	8,965,678	9,629,160	1,076,749	1,740,231	-
Addictive Disease Programs	3,971,505	1,686,521	2,895,213	610,229	-
WTRS Programs	970,683	36,906	1,555,472	621,695	-
Other Programs	8,763,517	4,491,384	3,076,182	(1,195,951)	-
Gateway Community Service Board	\$ 62,216,552	\$ 27,343,611	\$ 35,236,971	\$ 364,030	\$ -
Distinctive Health Solutions, Inc. and Subsidiary	30,074,033	302,636	29,773,707	-	2,310
	<u>\$ 92,290,585</u>	<u>\$ 27,646,247</u>	<u>\$ 65,010,678</u>		
			Change in Net Position	\$ 364,030	\$ 2,310
			Net Position - Beginning of Year	20,116,015	140,283
			Net Position - End of Year	<u>\$ 20,480,045</u>	<u>\$ 142,593</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

GATEWAY COMMUNITY SERVICE BOARD  
BALANCE SHEET - GOVERNMENTAL FUNDS

June 30, 2025

	GENERAL FUND
ASSETS	
Current Assets:	
Cash	\$ 6,958,926
Certificate of Deposit	1,040,525
Accounts Receivable	1,900,561
Due from DBHDD	1,897,252
Due from Distinctive Health Solutions, Inc. and Subsidiary	858
Prepaid Items	415,150
Total Current Assets	<u>\$ 12,329,958</u>
TOTAL ASSETS	<u><u>\$ 12,329,958</u></u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Current Liabilities:	
Accounts Payable	\$ 899,699
Payroll Liabilities	696,089
Due to Distinctive Health Solutions, Inc. and Subsidiary	1,440,681
Due to DBHDD-Special Operating Advance	240,000
Due to DCH-Medicaid	314,795
Total Current Liabilities	<u>\$ 3,707,950</u>
Non-Current Liabilities:	
Due to DBHDD-Special Operating Advance	<u>\$ 179,999</u>
Total Liabilities	<u>\$ 3,887,949</u>
FUND BALANCE	
Nonspendable:	
Prepaid Items	\$ 415,150
Unassigned	8,026,859
Total Fund Balance	<u>\$ 8,442,009</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 12,329,958</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.



GATEWAY COMMUNITY SERVICE BOARD

RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION

June 30, 2025

Total Fund Balance of Governmental Funds	\$ 8,442,009
Capital assets used in Governmental Activities are not financial resources, and therefore are not reported in the Governmental Funds.	28,933,544
Right of Use assets used in Governmental Activities are not financial resources, and therefore are not reported in the Governmental Funds.	2,369,183
Net OPEB asset used in Governmental Activities is not a financial resource, and therefore is not reported in the Governmental Funds.	89,164
Deferred outflows of resources are not due and payable in the current period, and therefore are not reported in the Governmental Funds. These deferred outflows of resources relate to pension and OPEB items.	85,092
Notes payable are not due and payable in the current period, and therefore are not reported in the Governmental Funds.	(15,843,333)
Right of Use liability is not due and payable in the current period, and therefore is not reported in the Governmental Funds.	(2,414,771)
Compensated absences are not due and payable in the current period, and therefore are not reported in the Governmental Funds.	(829,613)
Net pension liability is not due and payable in the current period, and therefore is not reported in the Governmental Funds.	(202,944)
Deferred inflows of resources are not financial resources, and therefore are not reported in the Governmental Funds. These deferred inflows of resources relate to pension and OPEB items.	(148,286)
Total Net Position of Governmental Activities	<u>\$ 20,480,045</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

GATEWAY COMMUNITY SERVICE BOARD

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
GOVERNMENTAL FUNDS

For the Fiscal Year Ended June 30, 2025

	GENERAL FUND
REVENUES	
Department of Behavioral Health and Developmental Disabilities:	
State Contracted Services	\$ 19,843,856
State Contracted Fees for Services	6,548,625
Contracts	14,536,461
County Non-Participating	1,024,461
Outpatient Medicare Fees	173,189
Outpatient Medicaid Fees	7,054,829
Client Fees	591,379
DDDS Work Activity	4,592
Other Local Fees	10,146
Private Insurance	433,516
DD Waiver	8,977,106
Contracts	1,860,385
Other Federal Funds	1,252,571
Other Income	243,756
Interest Income	49,013
TOTAL REVENUES	<u>\$ 62,603,885</u>
EXPENDITURES	
Personal Service Costs:	
Salaries and Hourly Wages	\$ 8,970,673
Fringe Benefits	5,673,908
Contract Labor and Services	33,464,642
Total Personal Service Costs	<u>\$ 48,109,223</u>
Other Expenses:	
Building and Equipment	\$ 102,581
Motor Vehicle Expense	340,728
Supplies and Materials	611,357
Food Supplies	967,863
Medical Supplies	183,941
Insurance and Bonding	557,167
Pharmaceuticals	1,844,049
Repairs and Maintenance	1,011,135
Utilities	849,306
Printing	14,763
Travel	407,281

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

GATEWAY COMMUNITY SERVICE BOARD

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
GOVERNMENTAL FUNDS - CONTINUED

For the Fiscal Year Ended June 30, 2025

	GENERAL FUND
Other Expenses - Continued:	
Rent	\$ 3,369
Contracts	686,184
Telecommunications	473,363
Training	236,639
Transportation	13,232
Computer Software	892,173
Personal Allowance	7,813
Postage	11,617
Direct Client Benefits	1,467,491
Other Operating Expenditures	652,207
Lease Expenditures	1,242,257
TOTAL EXPENDITURES	<u>\$ 60,685,739</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ 1,918,146</u>
OTHER FINANCING SOURCES (USES):	
Leases Issued	\$ 1,242,257
Debt Service:	
Principal	(774,903)
Interest	(702,843)
Lease Payments:	
Principal	(822,389)
Interest	(26,546)
Capital Outlay	(848,236)
TOTAL OTHER FINANCING SOURCES (USES)	<u>\$ (1,932,660)</u>
DEFICIT OF REVENUES AND OTHER FINANCING SOURCES UNDER EXPENDITURES AND OTHER FINANCING (USES)	<u>\$ (14,514)</u>
FUND BALANCE-BEGINNING OF YEAR	<u>8,456,523</u>
FUND BALANCE-END OF YEAR	<u><u>\$ 8,442,009</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

GATEWAY COMMUNITY SERVICE BOARD

STATEMENT OF CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS

For the Fiscal Year Ended June 30, 2025

	<u>NONSPENDABLE PREPAID ITEMS</u>	<u>UNASSIGNED</u>	<u>TOTAL</u>
FUND BALANCE - JULY 1, 2024	\$ 353,706	\$ 8,102,817	\$ 8,456,523
ADDITIONS:			
Excess of Revenues and Other Financing Sources Over Expenditures	<u>61,444</u>	<u>-</u>	<u>61,444</u>
TOTAL FUND BALANCE AND ADDITIONS	<u>\$ 415,150</u>	<u>\$ 8,102,817</u>	<u>\$ 8,517,967</u>
DEDUCTIONS:			
Excess of Expenditures and Other Financing Uses Over Revenues and Other Financing Sources	<u>\$ -</u>	<u>\$ 75,958</u>	<u>\$ 75,958</u>
FUND BALANCE - JUNE 30, 2025	<u><u>\$ 415,150</u></u>	<u><u>\$ 8,026,859</u></u>	<u><u>\$ 8,442,009</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

# GATEWAY COMMUNITY SERVICE BOARD

## RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Fiscal Year Ended June 30, 2025

Net Change in Fund Balance - Total Governmental Funds	\$ (14,514)
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Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those capital assets are allocated over their estimated useful lives and reported as depreciation expenses.

These amounts are detailed as follows:

Capital Outlay	848,236
Depreciation Expense	(1,229,836)
Loss on the Disposal of Equipment	(27,374)

Governmental Funds report Right of Use leases as expenditures. However, in the Statement of Activities, the cost of those Right of Use leased assets is allocated over the shorter of their estimated useful lives or term of the lease, and reported as amortization expenses. These amounts are detailed as follows:

Capital Outlay	1,242,257
Amortization Expense	(848,935)

Compensated absences expenses reported in the Statement of Activities do not required the use of current financial resources, and therefore are not reported as expenditures in Governmental Funds.

(43,593)

Loan proceeds and principle payments reported in the Statement of Activities do not require the uses of current financial resources, and therefore are not reported as expenditures in Governmental Funds. This amount is detailed as follows:

Payments	774,903
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The issuance of long-term debt for Right of Use liabilities provides current financial resources to Governmental Funds while the repayment of the principal of the Right of Use liability consumes the current financial resources of Governmental Funds. Neither transaction has any effect on Net Position. The amount is the net effect of these differences in treatment of the Right of Use liability. These amounts are detailed as follows:

Proceeds	(1,242,257)
Payments	822,389

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

GATEWAY COMMUNITY SERVICE BOARD

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES - CONTINUED

For the Fiscal Year Ended June 30, 2025

Pension income reported in the Statement of Activities does not provide current financial resources, and therefore is not reported as income in Governmental Funds.	\$ 34,662
OPEB income reported in the Statement of Activities does not provide current financial resources, and therefore is not reported as income in Governmental Funds.	<u>48,092</u>
Change in Net Position of Governmental Activities	<u><u>\$ 364,030</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

## GATEWAY COMMUNITY SERVICE BOARD

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Summary of Significant Accounting Policies is presented to assist the reader in interpreting the financial statements. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

The accounting policies of the Community Service Board conform to generally accepted accounting principles ("GAAP") as applicable to governmental units. This report, the accounting systems, and classification of accounts conform to standards of the Governmental Accounting Standards Board ("GASB").

The accounting policies of Gateway Community Service Board are based upon accounting principles generally accepted in the United States of America ("GAAP") as prescribed by the Governmental Accounting Standards Board ("GASB"). The Governmental Accounting Standards Board ("GASB") is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with the subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of these accounting policies are described below.

Effective July 1, 2024, Gateway Community Service Board adopted the following GASB Statements:

GASB Statement No. 101, *Compensated Absences*. This statement was issued June 2022 to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. Under this Statement, it requires that liabilities for compensated absences be recognized for: (1) leave that has not been used, and (2) leave that has been used, but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off, or otherwise paid in cash or settled through noncash means. GASB Statement No. 101 was implemented for the fiscal year ending June 30, 2025.

GASB Statement No. 102, *Certain Risk Disclosures*. This statement was issued December 2023 to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This Statement defines a *concentration* as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A *constraint* is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. If a government determines that those criteria for disclosure have been met for a concentration or constraint, it should disclose information in notes to financial statements in sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact. GASB Statement No. 102 was implemented for the fiscal year ending June 30, 2025.

#### FUTURE ADOPTION OF GASB PRONOUNCEMENTS

GASB Statement No. 103, *Financial Reporting Model Improvements*. This statement was issued April 2024 to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision-making and assessing a government's accountability. GASB Statement No. 103 will be effective for the fiscal year ending June 30, 2026.

## GATEWAY COMMUNITY SERVICE BOARD

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

GASB Statement No. 104, *Disclosure of Certain Capital Assets* issued in September 2024. GASB Statement No. 104 enhances financial reporting by requiring separate disclosure of certain capital assets in the notes to the financial statements. The Statement mandates that lease assets, subscription-based IT assets, and other intangible right-to-use assets be disclosed separately by major class. It also introduces specific disclosure requirements for capital assets held for sale, including historical cost, accumulated depreciation, and related debt obligations. These requirements improve consistency, comparability, and transparency in governmental financial reporting. GASB Statement No. 104 is effective for the fiscal year ending June 30, 2026.

The Community Service Board will implement new GASB pronouncements no later than the required effective date. The Community Service Board is currently evaluating whether or not the above-listed new GASB pronouncements will have a significant impact to their financial statements.

#### REPORTING ENTITY

As a result of legislation passed by the Georgia General Assembly known as House Bill 100, responsibility for most Mental Health, Developmental Disabilities, and Addictive Diseases were transferred from County Boards of Health to Community Service Boards as of July 1, 1994. A closeout process was followed and upon Georgia Department Human Resources' approval, assets and the related Fund Balance were transferred from the Board of Health to the successor Community Service Board. These financial statements report only the financial activities of Gateway Community Service Board. Management of the Community Service Board does not exercise any authority over any other entity, which would require inclusion in these financial statements as required by GASB 14, the financial reporting entity.

As required by accounting principles generally accepted in the United States of America, the financial statements of the reporting entity include those of the Community Service Board and its component unit. The component unit discussed below is included in the Community Service Board's reporting entity because of the significance of its operational and financial relationships with the Community Service Board.

Distinctive Health Solutions, Inc. and Subsidiary was established for the purpose of improving the quality of life for low-income persons with behavioral health and developmental disabilities by providing services that promote individual and economic self-sufficiency. The organization is presented as a discretely presented component unit of Gateway Community Service Board. Complete financial statements of Distinctive Health Solutions, Inc. and Subsidiary can be obtained at the following address: 121 Burgess Road Brunswick, Georgia 31523.

#### GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The basic financial statements include both government-wide and fund financial statements. The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the Community Service Board. Governmental activities are normally supported by client fees and State Contracted Services from the Georgia Department of Behavioral Health and Developmental Disabilities Services ("DBHDD").

The Statement of Activities reports the expenses of a given function or activity and are offset by program revenues. Direct expenses are those that are clearly identifiable to activities within a specific function or identifiable program. Program revenues include: 1) Charges to clients for services provided by the Community Service Board, and 2) Grants and contributions that are restricted to meeting the operational requirement of a particular function, or identifiable program as specified by DBHDD, and other granting agencies. Intra/Inter agency revenues and expenses are not reflected in the Statement of Activities.



## GATEWAY COMMUNITY SERVICE BOARD

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

The government-wide financial statements report using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Community Service Board considers revenues to be available if they are collected within 180 days of the end of the current fiscal period. Expenditures generally are recorded when the related liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, Right of Use liabilities, pension and OPEB, claims and judgments, are recorded as expenditures only when payment is due.

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

#### BASIS OF PRESENTATION

The financial transactions of the Community Service Board are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues, and expenditures/expenses.

GASB Statement No. 34 *Basic Financial Statements - and Management's Discussion and Analysis - For State and Local Governments* set forth minimum criteria (percentage of the assets, liabilities, revenues, or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Community Service Board electively added funds, as major funds, which either had debt outstanding or specific community focus. The non-major governmental funds are combined in a single column in the fund financial statements. The Community Service Board has no non-major governmental funds.

#### Governmental Funds

The measurement focus of the Governmental Funds (in the fund financial statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the major Governmental Funds of the Community Service Board:

- The General Fund accounts for all of the Community Service Board's services and is the primary operating unit of the Community Service Board.

#### BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are presented on an accrual basis of accounting. The Governmental Funds in the fund financial statements are presented on a modified accrual basis.

## GATEWAY COMMUNITY SERVICE BOARD

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

##### Accrual

Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized when incurred.

##### Modified Accrual

Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the following 6 months. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, Right of Use liabilities, pension and OPEB, and compensated absences, if any, are recognized when due.

##### FUND BALANCE

Governmental funds report nonspendable fund balance for amounts that cannot be spent because they are either: (a) not in spendable form; or (b) legally or contractually required to be maintained intact. Restricted fund balance is reported when externally imposed constraints are placed on the use of resources by grantors, contributors, or laws or regulations of other governments. Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of Gateway Community Service Board's highest level of decision-making authority, DBHDD. A formal resolution of the Community Service Board is required to establish, modify, or rescind a fund balance commitment. The Community Service Board reports assigned fund balance for amounts that are constrained by the Community Service Board's intent to be used for specific purposes, but are neither restricted nor committed. Unassigned fund balance is the residual amount remaining that does not meet any other criterion.

When the Community Service Board incurs an expenditure for purposes for which various fund balance classifications can be used, it is the Community Service Board's policy to use restricted fund balance first, then committed fund balance, assigned fund balance, and finally unassigned fund balance.

##### NET POSITION

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources in reporting, which utilizes the economic resources measurement focus. Net position invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the Community Service Board has spent) for the acquisition, construction, or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. All other net position is reported as unrestricted.

The Community Service Board applies restricted resources first when an expense is incurred for purposes, which both restricted and unrestricted net position is available.

Gateway Community Service Board has no proprietary or fiduciary funds.

## GATEWAY COMMUNITY SERVICE BOARD

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

##### DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods, and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Community Service Board has five types of items that qualify for reporting in this category: 1) differences between expected and actual experience, 2) changes of assumptions, 3) the net difference between projected and actual earnings on plan investments, 4) the change in proportion and differences between Community Service Board contributions and proportionate share of contributions, and 5) the Community Service Board's contributions subsequent to the measurement date. These amounts are deferred and will be recognized as outflows of resources in the applicable period.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods, and so will not be recognized as an inflow of resources (revenue) until that time. The Community Service Board has three types of items that qualify for reporting in this category: 1) differences between expected and actual experience, 2) changes of assumptions, and 3) the change in proportion and differences between Community Service Board contributions and proportionate share of contributions. These amounts are deferred and will be recognized as inflows of resources in the period in which the amounts become available.

##### CAPITAL ASSETS AND DEPRECIATION - GOVERNMENT-WIDE FINANCIAL STATEMENTS

Capital assets are recorded as follows for the Statement of Net Position and Statement of Activities:

The Community Service Board's capital assets with useful lives of more than one year are stated at historical cost. Donated assets are stated at fair value on the date of the donation. The Community Service Board capitalizes all assets with a cost of \$5,000 or more as purchased. The cost of normal repairs and maintenance that do not add to the asset value or materially extend the useful lives are not capitalized. Capital assets are depreciated using the straight-line method. Estimated useful lives, in years, for depreciable assets are as follows:

Buildings	20-39
Leasehold Improvements	5-20
Equipment, Furniture, and Fixtures	3-7
Vehicles	5

##### RIGHT OF USE ASSETS/LIABILITIES

Leases - The Community Service Board has set a threshold for capitalizing leases with a liability of \$5,000 or more. Lease expenses for the year ended June 30, 2025, for noncapitalized leases amounted to \$384,958.

Lessee - The Community Service Board is a lessee for a non-cancellable lease of equipment. The Community Service Board recognizes a lease liability and an intangible Right of Use lease asset (lessee asset) in the government-wide financial statements. The Community Service Board recognizes lease liabilities with an initial, individual value of \$5,000 or more.

## GATEWAY COMMUNITY SERVICE BOARD

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

At the commencement of a lease, the Community Service Board initially measures the lease liability at the present value of payments expected to be made during the lease terms. Subsequently, the lease liability is reduced by the principal portion of the lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for the lease payments made at or before the least commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life, or the term of the lease, whichever is shorter.

Key estimates and judgments related to leases include how the Community Service Board determines: 1) the discount rate it uses to discount the expected lease payments to present value, 2) lease term, and 3) lease payments:

- The Community Service Board uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the Community Service Board generally uses its estimated incremental borrowing rate as the discount rate for the leases.
- The lease term includes the non-cancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the Community Service Board is reasonably certain to exercise.

The Community Service Board monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported as Right of Use assets and lease liability is reported as Right of Use liabilities on the Statement of Net Position.

#### SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITA)

SBITA - The Community Service Board has set a threshold for capitalizing SBITA with a liability of \$5,000 or more. SBITA expenses for the year ended June 30, 2025, for noncapitalized SBITA amounted to \$892,173.

Entity - The Community Service Board is a party to a non-cancellable SBITA. The Community Service Board recognizes a SBITA liability and an intangible Right of Use SBITA asset (SBITA asset) in the government-wide financial statements. The Community Service Board recognizes SBITA liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a SBITA, the Community Service Board initially measures the SBITA liability at the present value of payments expected to be made during the SBITA terms. Subsequently, the SBITA liability is reduced by the principal portion of the SBITA payments made. The SBITA asset is initially measured as the initial amount of the SBITA liability, adjusted for the SBITA payments made at or before the commencement date, plus certain initial direct costs. Subsequently, the SBITA asset is amortized on a straight-line basis over its useful life or the term of the SBITA, whichever is shorter.

Key estimates and judgments related to SBITA include how the Community Service Board determines: 1) the discount rate it uses to discount the expected SBITA payments to present value, 2) SBITA term, and 3) SBITA payments:

- The Community Service Board uses the interest rate provided in the SBITA as the discount rate. When the interest rate is not provided, the Community Service Board generally uses its estimated incremental borrowing rate as the discount rate for the SBITA.

## GATEWAY COMMUNITY SERVICE BOARD

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

- The SBITA term includes the non-cancellable period of the agreement. SBITA payments included in the measurement of the SBITA liability are composed of fixed payments.

The Community Service Board monitors changes in circumstances that would require a remeasurement of its SBITA and will remeasure the intangible asset and related liability if certain changes occur that are expected to significantly affect the amount of the SBITA liability.

#### COMPENSATED ABSENCES

Gateway Community Service Board's compensated absences policy for the fiscal year ended June 30, 2025 is as follows:

##### Paid Time Off (PTO)

1. Paid Time Off is earned each pay period by regular full-time employees in permanent, working test or provisional status.
2. A regular full-time employee will earn PTO at the end of each pay period if the employee works at least half of normal scheduled hours in each pay period.
3. PTO hours are based on a 40-hour work week. Regular full-time employees scheduled to work less than 40 hours per week will accrue PTO in proportion to the percentage of normal weekly scheduled hours. Example: A regular full-time employee scheduled to work 32 hours per week will accrue 80% of the amounts designated below ( $32/40 = 80\%$ ). PTO, for regular full-time (40 hour) employees, is accrued and carried over at the following rates:  

Length of Service	Per Pay Period Accrual
0 - 59 months inclusive	5.53846 hours per pay period
60 months and over	6.46154 hours per pay period
4. The critical leave balances of employees hired prior to September 1, 2010 will be available for use under the terms of family and medical Leave as outlined below.
5. Eligible employees begin accruing PTO at the appropriate increased rate on the first day of the month following the completion of the required months of service.
6. Part-time employees are not eligible to earn leave.
7. A regular full-time employee in pay status for less than half of normal scheduled hours during a pay period earns no PTO for that pay period.
8. PTO is not earned by employees on emergency, part-time temporary or intermittent appointments.
9. PTO may accumulate to a total of 480 hours (60 workdays).
10. Any PTO earned in excess of 480 hours will be forfeited.

##### Family Medical Leave ("FMLA")

1. Eligible employees may take medical leave time as provided by the Family and Medical Leave Act of 1993 and in conjunction with Gateway policies.
2. Family and Medical Leave is available to employees who:
  - a. Have been employed for at least (1) year; and
  - b. Have worked at least 1,250 hours of service during the twelve (12) month period that precedes the leave.
3. Eligible employees are entitled to twelve (12) weeks of Family and Medical Leave during any twelve (12) month period for the following reasons:

## GATEWAY COMMUNITY SERVICE BOARD

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

- a. The birth of a child of the employee;
  - b. The placement of a child with the employee for adoption or foster care;
  - c. Care of the employee's child, spouse, or parent who has a serious health condition; or
  - d. A serious health condition which makes the employee unable to perform the essential functions of the employee's position.
  - e. Eligible employee with a spouse, son, daughter, parent on covered active duty or call to active duty status of an Armed Service member or Armed Service reservist.
4. The twelve (12) month period leave year is a "rolling" twelve (12) month period measured backwards from the date leave is to begin.

Compensated absences are accrued and recorded as a liability on the government-wide financial statements. The annual change in the liability is reflected in the Statement of Activities.

#### PENSIONS

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Employee's Retirement System of Georgia (ERS) and additions to/deductions from ERS's fiduciary net position have been determined on the same basis as they are reported by ERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

#### OTHER POST-EMPLOYMENT BENEFITS (OPEB)

For purposes of measuring the net OPEB asset/liability, deferred outflows of resources and deferred inflows of resources related to OPEBs, and OPEB income, information about the fiduciary net positions of the State Employees' Assurance Department Retired and Vested Inactive Members Trust Fund (SEAD-OPEB) Plan and the State Employees' Postemployment Benefit Fund (SHBP-OPEB) Plan and additions to/deductions from the SEAD-OPEB Fund or the SHBP-OPEB Fund's fiduciary net position have been determined on the same basis as they are reported by the SEAD-OPEB Fund or the SHBP-OPEB Fund. For this purpose, benefit payments are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

#### LEGAL COMPLIANCE - BUDGETARY RESTRICTIONS

Budgets are developed annually as part of the grant agreements. Provisions are made for revision of the budgets during the fiscal year. The budgeted amounts shown in the accompanying statements reflect the original and final revised budgets for each grant. All budgets are prepared on the modified accrual basis of accounting.

#### 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 certain amounts and disclosures. Accordingly, actual results could differ from these estimates.

## GATEWAY COMMUNITY SERVICE BOARD

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Certain estimates in this financial statement include:

- The collectability of consumer receivables.
- Medicaid revenue and receivables.
- Depreciation expense on Community Service Board's owned assets.
- Current portion of compensated absences payable.

#### CONTINGENCIES

The Community Service Board's nature of business is such that it ordinarily results in a certain amount of litigation. In the opinion of management for the Community Service Board, there is no litigation in which the outcome will have a material effect on the financial statements.

#### RISK MANAGEMENT

All buildings, equipment, and vehicles held by Gateway Community Service Board are insured through the Georgia Department of Administrative Services ("DOAS"). The Community Service Board is exposed to various risk of loss related to torts; theft or damage to and destruction of assets; errors and omissions; natural disasters; and worker injuries for which the Community Service Board carries insurance through DOAS. The insurance provides for the transfer of risk from the Community Service Board for all major programs. The Community Service Board's risk is constituted by a maximum \$500 deductible for each occurrence. For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts did not exceed insurance coverage for the current year.

#### SUBSEQUENT EVENTS

The Community Service Board has evaluated subsequent events through November 20, 2025, the date on which the financial statements were available to be issued.

#### NOTE 2 - DEPOSITS

##### Interest Rate Risk

The Community Service Board does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

##### Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2025, the Community Service Board did not have any balances exposed to custodial credit risk as uninsured and uncollateralized as defined by state statutes.

# GATEWAY COMMUNITY SERVICE BOARD

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 2 - DEPOSITS - CONTINUED

#### Certificates of Deposit

Certificates of deposit are recorded at their face value, offset by the appropriate discount or premium which approximates fair value. The premium or discount, if any, is amortized on a straight-line basis through the maturity date of the certificate.

### NOTE 3 - ACCOUNTS RECEIVABLE

Accounts receivable of \$1,900,561 consist of client fees, private-pay insurance, Medicaid, Medicare, and other contracts.

### NOTE 4 - DUE FROM/TO DBHDD

The Community Service Board has accounts receivable due from and accounts payable due to the Georgia Department of Behavioral Health and Developmental Disabilities Services as follows:

Program Number	Program Titles	Due From	Due To	Net
DBHDD Master Agreement #44100-265-0262025104				
100	Mental Health Services - Adult	\$ 100,124	\$ -	\$ 100,124
602	HIV Early Intervention	6,996	-	6,996
700	Substance Abuse Services - Adult	4,167	-	4,167
DBHDD Master Agreement #44100-265-0262025114				
619	WTRS-Outpatient-SSBG	\$ 4,309	\$ -	\$ 4,309
624	WTRS-Residential SA-SAPTBG	11,122	-	11,122
625	WTRS-Residential SA-TANF	39,600	-	39,600
626	WTRS-Residential Residential - State	8,800	-	8,800
630	WTRS-Transitional Housing Services	4,000	-	4,000
632	WTRS-Residential-SSBG	30,800	-	30,800
633	WTRS-Transitional Housing Services-SSBG	6,000	-	6,000
643	WTRS-SAPT-COVID-19	19,375	-	19,375
Subtotal		\$ 235,293	\$ -	\$ 235,293
Special Operating Advance		\$ -	\$ 419,999	\$ (419,999)



GATEWAY COMMUNITY SERVICE BOARD

NOTES TO THE FINANCIAL STATEMENTS

NOTE 4 - DUE FROM/TO DBHDD - CONTINUED

	<u>Due From</u>	<u>Due To</u>	<u>Net</u>
Other Contracts:			
BHCC			
#44100-026-CMA00004805	\$ 614,767	\$ -	\$ 614,767
Adolescent Addictive Diseases Clubhouse Services			
#44100-906-CMA00005283	\$ 39,488	\$ -	\$ 39,488
ACT Services			
#44100-026-CMA00004910	\$ 65,675	\$ -	\$ 65,675
Intensive Case Management			
#44100-261-CMA00004920	\$ 32,797	\$ -	\$ 32,797
System of Care			
#44100-026-CMA00005238	\$ 14,914	\$ -	\$ 14,914
Georgia APEX Project (GAP)			
#44100-026-CMA00003079	\$ 12,442	\$ -	\$ 12,442
Georgia APEX Project (GAP)			
#44100-026-CMA00004750	\$ 9,137	\$ -	\$ 9,137
Georgia APEX Project 3.0			
#44100-026-0000160091	\$ 90,842	\$ -	\$ 90,842
Crisis Respite Apartments			
#44100-026-CMA00004824	\$ 14,139	\$ -	\$ 14,139
Forensic Supervised Apartments			
#44100-026-CMA00005437	\$ 34,410	\$ -	\$ 34,410
Psychiatric Residency Program			
#44100-026-CMA00005322	\$ 202,146	\$ -	\$ 202,146
Psychiatric Residency Program			
#44100-026-CMA00005258	\$ 319,192	\$ -	\$ 319,192
Supported Employment/Supported Education			
#44100-026-CMA00004533	\$ 3,933	\$ -	\$ 3,933

GATEWAY COMMUNITY SERVICE BOARD

NOTES TO THE FINANCIAL STATEMENTS

NOTE 4 - DUE FROM/TO DBHDD - CONTINUED

	<u>Due From</u>	<u>Due To</u>	<u>Net</u>
Other Contracts - Continued:			
Early Treatment Program #44100-026-CMA00003547	\$ 50,106	\$ -	\$ 50,106
Early Treatment Program #44100-026-CMA00003890	\$ 44,128	\$ -	\$ 44,128
Medicated Assisted Treatment #44100-906-CMA00004769	\$ 54,741	\$ -	\$ 54,741
Crisis Respite Apartments for First Episode of Psychosis Program #44100-026-0000180348	\$ 16,163	\$ -	\$ 16,163
Jail In-Reach Case Management Pilot #44100-026-CMA00004336	\$ 20,591	\$ -	\$ 20,591
Assisted Outpatient Treatment #44100-026-CMA00004666	<u>\$ 22,348</u>	<u>\$ -</u>	<u>\$ 22,348</u>
Subtotal	<u>\$ 1,661,959</u>	<u>\$ -</u>	<u>\$ 1,661,959</u>
TOTAL	<u><u>\$ 1,897,252</u></u>	<u><u>\$ 419,999</u></u>	<u><u>\$ 1,477,253</u></u>

GATEWAY COMMUNITY SERVICE BOARD

NOTES TO THE FINANCIAL STATEMENTS

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2025 was as follows:

	Balance June 30, 2024	Increase	Decrease	Transfers	Balance June 30, 2025
Capital Assets, Not Being					
Depreciated:					
Land	\$ 6,598,560	\$ -	\$ -	\$ -	\$ 6,598,560
Construction in Progress	2,916,641	665,525	-	-	3,582,166
Total Cost	<u>\$ 9,515,201</u>	<u>\$ 665,525</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,180,726</u>
Capital Assets, Being					
Depreciated:					
Buildings	\$ 25,549,921	\$ 107,852	\$ -	\$ -	\$ 25,657,773
Leasehold Improvements	190,013	-	-	-	190,013
Equipment, Furniture, and					
Fixtures	1,802,330	62,677	-	-	1,865,007
Vehicles	876,685	12,182	(38,194)	-	850,673
Total Cost	<u>\$ 28,418,949</u>	<u>\$ 182,711</u>	<u>\$ (38,194)</u>	<u>\$ -</u>	<u>\$ 28,563,466</u>
Accumulated Depreciation:					
Buildings	\$ (6,357,654)	\$ (1,001,883)	\$ -	\$ -	\$ (7,359,537)
Leasehold Improvements	(132,510)	(10,797)	-	-	(143,307)
Equipment, Furniture and					
Fixtures	(1,327,644)	(192,862)	-	-	(1,520,506)
Vehicles	(773,824)	(24,294)	10,820	-	(787,298)
Total Accumulated Depreciation	<u>\$ (8,591,632)</u>	<u>\$ (1,229,836)</u>	<u>\$ 10,820</u>	<u>\$ -</u>	<u>\$ (9,810,648)</u>
Capital Assets, Being Depreciated, Net	<u>\$ 19,827,317</u>	<u>\$ (1,047,125)</u>	<u>\$ (27,374)</u>	<u>\$ -</u>	<u>\$ 18,752,818</u>
Capital Assets, Net	<u><u>\$ 29,342,518</u></u>	<u><u>\$ (381,600)</u></u>	<u><u>\$ (27,374)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 28,933,544</u></u>

# GATEWAY COMMUNITY SERVICE BOARD

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 6 - NOTES PAYABLE

The following Notes Payable represents mortgages on various buildings owned by Gateway Community Service Board:

Note payable to Ameris Bank, due in monthly installments of \$44,004, interest at 4.00%, matures in June 2034, collateralized by real property.	\$ 5,877,549
Note payable to Ameris Bank, due in monthly installments of \$9,780, interest at 5.46%, matures in May 2038, collateralized by real property.	1,087,271
Note payable to South State Bank, due in monthly installments of \$7,405, interest at 4.95%, matures in April 2034, collateralized by real property.	637,748
Note payable to South State Bank, due in monthly installments of \$9,115, interest at 3.75%, matures in May 2031, collateralized by real property.	1,304,446
Note payable to Carver Bank, due in monthly installments of \$3,039, interest at 5.00%, matures in November 2026, collateralized by real property.	51,449
Note payable to Ameris Bank, due in monthly installments of \$17,128, interest at 5.46%, matures in May 2043, collateralized by real property.	2,714,494
Note payable to Glynn County, due in monthly installments ranging from \$24,463 to \$33,754, interest at 3.92%, matures in November 2038, collateralized by real property.	4,170,376
Total	\$ 15,843,333
Less: Current Maturities	813,321
Non-Current Maturities	<u>\$ 15,030,012</u>

The notes payable activity for the Community Service Board for the fiscal year ended June 30, 2025 was as follows:

	Balance June 30, 2024	Increase	Decrease	Balance June 30, 2025
Notes Payable	<u>\$ 16,618,236</u>	<u>\$ -</u>	<u>\$ 774,903</u>	<u>\$ 15,843,333</u>
			Current Liabilities	\$ 813,321
			Non-Current Maturities	<u>15,030,012</u>
			Total Notes Payable	<u>\$ 15,843,333</u>

GATEWAY COMMUNITY SERVICE BOARD

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6 - NOTES PAYABLE - CONTINUED

The long-term debt matures as follows:

Year Ending June 30,	Principal Payments	Interest Payments	Total
2026	\$ 813,321	\$ 673,422	\$ 1,486,743
2027	829,523	637,862	1,467,385
2028	847,329	602,878	1,450,207
2029	884,520	565,052	1,449,572
2030	922,219	526,322	1,448,541
Thereafter	11,546,421	2,505,939	14,052,360
TOTAL	<u>\$ 15,843,333</u>	<u>\$ 5,511,475</u>	<u>\$ 21,354,808</u>

NOTE 7 - LEASES

RIGHT OF USE ASSETS

The Community Service Board has recorded 28 Right of Use leased assets. The assets are Right of Use assets for leased equipment and vehicles, and buildings. The Right of Use lease assets are amortized on a straight-line basis over the terms of the related leases.

Right of Use asset activity for the Community Service Board for the year ended June 30, 2025, was as follows:

	Balance June 30, 2024	Increase	Decrease	Balance June 30, 2025
Right of Use Assets:				
Leased Equipment	\$ 1,229,955	\$ -	\$ (643,423)	\$ 586,532
Leased Vehicles	211,638	1,007,158	(32,312)	1,186,484
Leased Buildings	1,769,564	235,099	(218,063)	1,786,600
	<u>\$ 3,211,157</u>	<u>\$ 1,242,257</u>	<u>\$ (893,798)</u>	<u>\$ 3,559,616</u>
Less: Accumulated Amortization:				
Leased Equipment	\$ (715,621)	\$ (121,664)	\$ 643,423	\$ (193,862)
Leased Vehicles	(43,766)	(191,871)	32,312	(203,325)
Leased Buildings	(475,909)	(535,400)	218,063	(793,246)
	<u>\$ (1,235,296)</u>	<u>\$ (848,935)</u>	<u>\$ 893,798</u>	<u>\$ (1,190,433)</u>
Right of Use Assets, Net	<u>\$ 1,975,861</u>	<u>\$ 393,322</u>	<u>\$ -</u>	<u>\$ 2,369,183</u>

GATEWAY COMMUNITY SERVICE BOARD

NOTES TO THE FINANCIAL STATEMENTS

NOTE 7 - LEASES - CONTINUED

Right of Use liabilities activity for the Community Service Board for the fiscal year ended June 30, 2025 were as follows:

	Balance June 30, 2024	Increase	Decrease	Balance June 30, 2025
Right of Use Liabilities	<u>\$ 1,994,903</u>	<u>\$ 1,242,257</u>	<u>\$ (822,389)</u>	<u>\$ 2,414,771</u>
			Current	\$ 805,535
			Long-Term	<u>1,609,236</u>
Total Right of Use Liabilities				<u>\$ 2,414,771</u>

Right of Use liabilities consist of the following as of June 30, 2025:

Right of Use Liability, payable to Canon, due in monthly installments of \$10,640, maturing between August 2026 and December 2028, for the right to use copiers.	\$ 401,749
Right of Use Liability, payable to multiple vendors, due in monthly installments of \$25,782, maturing between February 2028 and December 2029, for the right to use vehicles.	977,579
Right of Use Liability, payable to multiple vendors, due in monthly installments of \$54,842, maturing between July 2025 and September 2028, for the right to use commercial and residential property.	<u>1,035,443</u>
	\$ 2,414,771
Less: Current Maturities	<u>805,535</u>
Non-Current Maturities	<u>\$ 1,609,236</u>

The future minimum obligations and the net present value of these minimum payments as of June 30, 2025, were as follows:

Year Ending June 30,	Principal Payments	Interest Payments	Total
2026	\$ 805,535	\$ 76,918	\$ 882,453
2027	715,208	48,477	763,685
2028	615,485	23,578	639,063
2029	257,987	4,752	262,739
2030	20,556	177	20,733
Thereafter	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 2,414,771</u>	<u>\$ 153,902</u>	<u>\$ 2,568,673</u>

# GATEWAY COMMUNITY SERVICE BOARD

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 8 - COMPENSATED ABSENCES

At termination, employees are paid for any accumulated annual leave. The liability for accumulated annual leave at June 30, 2025 is estimated by management to be \$829,613. This amount includes \$133,629 for tax liabilities and benefits related to the accrued leave.

The following is a schedule of changes in annual leave for the fiscal year ending June 30, 2025:

<u>July 1, 2024</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2025</u>
<u>\$ 786,020</u>	<u>\$ 43,593</u>	<u>\$ -</u>	<u>\$ 829,613</u>
		Current	\$ 690,152
		Long-Term	<u>139,461</u>
		Total	<u>\$ 829,613</u>

### NOTE 9 - 401(A) PLAN

Effective December 31, 2010, Gateway withdrew from the Peach State Reserves 401(k) and 457 Plans. Effective January 1, 2011 a 401(a) and a 457 Plan was established with The Hartford Insurance Trust and was then moved to Mass Mutual Life Insurance Company effective July 1, 2014. On December 31, 2020, Empower Retirement (“Empower”) acquired the retirement plan and group insurance business of Massachusetts Mutual Life Insurance Company (“MassMutual”). Following an initial transition period, Empower Retirement became the sole administrator of the retirement business acquired from MassMutual. Gateway Community Service Board employees had their accounts transitioned to Empower on September 9, 2022. Employee balances were rolled into the new 401(a) Plan. Community Service Board contributions are a dollar for dollar match up to 7.5% of annual salary. Employees received personalized consultation from Jacobs, Coolidge & Company, LLC. The Vesting schedule is as follows:

2 years - 20%	5 years - 80%
3 years - 40%	6 years - 100%
4 years - 60%	

The employees of the Community Service Board, who were employed before July 1, 1994, participate in the Georgia State Employee Retirement System. The Plan is administered by the State of Georgia, and accumulated benefits and Plan assets are not determined or allocated to the individual participating governmental entities.

The retirement contributions, for the year ended June 30, 2025, were \$286,132 based on salaries of \$4,590,367. Contributions in the 401(a) and 401(b) plans are fully vested to employees after six (6) years of continuous service

## GATEWAY COMMUNITY SERVICE BOARD

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 10- EMPLOYEES' RETIREMENT SYSTEM OF GEORGIA

##### **ERS - EMPLOYEE RETIREMENT SYSTEM - GASB 68**

###### Plan Description

ERS is a cost-sharing multiple-employer defined benefit pension plan established by the Georgia General Assembly during the 1949 Legislative Session for the purpose of providing retirement allowances for employees of the State of Georgia and its political subdivisions. ERS is directed by a Board of Trustees. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. ERS issues a publicly available financial report that can be obtained at [www.ers.ga.gov/financials](http://www.ers.ga.gov/financials).

###### Benefits Provided

The ERS Plan supports three benefit tiers: Old Plan, New Plan, and Georgia State Employees' Pension and Savings Plan ("GSEPS"). Employees under the old plan started membership prior to July 1, 1982 and are subject to plan provisions in effect prior to July 1, 1982. Members hired on or after July 1, 1982 but prior to January 1, 2009 are new plan members subject to modified plan provisions. Effective January 1, 2009, new state employees and rehired state employees who did not retain membership rights under the Old or New Plans are members of GSEPS. ERS members hired prior to January 1, 2009 also have the option to irrevocably change their membership to GSEPS.

Under the old plan, the new plan, and GSEPS, a member may retire and receive normal retirement benefits after completion of 10 years of creditable service and attainment of age 60 or 30 years of creditable service regardless of age. Additionally, there are some provisions allowing for early retirement after 25 years of creditable service for members under age 60.

Retirement benefits paid to members are based upon the monthly average of the member's highest 24 consecutive calendar months, multiplied by the number of years of creditable service, multiplied by the applicable benefit factor. Annually, post-retirement cost-of-living adjustments may also be made to members' benefits, provided the members were hired prior to July 1, 2009. The normal retirement pension is payable monthly for life; however, options are available for distribution of the member's monthly pension, at reduced rates, to a designated beneficiary upon the member's death. Death and disability benefits are also available through the ERS plan.

###### Contributions

Member contributions under the old plan are 4% of annual compensation, up to \$4,200, plus 6% of annual compensation in excess of \$4,200. Under the old plan, the state pays member contributions in excess of 1.25% of annual compensation. Under the old plan, these state contributions are included in the members' accounts for refund purposes and are used in the computation of the members' earnable compensation for the purpose of computing retirement benefits. Member contributions under the new plan and GSEPS are 1.25% of annual compensation. The Community Service Board's total required contribution rate for the year ended June 30, 2025, was 29.20% of annual covered payroll for old plan members and new plan members, and 25.51% for GSEPS members. The Community Service Board's contribution to ERS totaled \$39,974 for the year ended June 30, 2025. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.



GATEWAY COMMUNITY SERVICE BOARD

NOTES TO THE FINANCIAL STATEMENTS

NOTE 10- EMPLOYEES' RETIREMENT SYSTEM OF GEORGIA - CONTINUED

Pension Liability, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

At June 30, 2025, the Community Service Board reported a liability of \$202,944 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2023. An expected total pension liability as of June 30, 2024 was determined using standard roll-forward techniques. The Community Service Board's proportion of the net pension liability was based on contributions to ERS during the fiscal year ended June 30, 2024. At June 30, 2024, the Community Service Board's proportion was 0.004508%, which was an increase of 0.000037% from its proportion measured as of June 30, 2024.

For the year ended June 30, 2025, the Community Service Board recognized pension expense of \$8,536. At June 30, 2025, the Community Service Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 10,878	\$ -
Changes of Assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	22,858
Changes in proportion and differences between CSB contributions and proportionate share of contributions	1,093	208
CSB contributions subsequent to the measurement date (Including employer specific)	39,974	-
	<u>51,945</u>	<u>-</u>
Total	<u>\$ 51,945</u>	<u>\$ 23,066</u>

Community Service Board contributions subsequent to the measurement date of \$39,974 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2026	\$ (3,157)
2027	14,873
2028	(13,910)
2029	(8,901)
2030	-
Thereafter	-

# GATEWAY COMMUNITY SERVICE BOARD

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 10- EMPLOYEES' RETIREMENT SYSTEM OF GEORGIA - CONTINUED

#### Actuarial Assumptions

The total pension liability as of June 30, 2024 was determined by an actuarial valuation as of June 30, 2023 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.00-6.75%, including inflation
Investment rate of return	7.00%, net of pension plan investment expense, including inflation
Cost-of-Living adjustment	1.05%, annually

Mortality rates are as follows:

- The Pub-2010 General Employee Table, with no adjustments, projected generationally with the MP-2019 projection scale is used for both males and females while in active service.
- The Pub-2010 Family of Tables projected generationally with the MP-2019 projection scale and with further adjustments are used for post-retirement mortality assumptions as follows:

<u>Participant Type</u>	<u>Membership Table</u>	<u>Set Forward (+)/ Setback (-)</u>	<u>Adjustments to Rates</u>
Service Retirees	General Healthy Annuitant	Male: +1; Female: +1	Male: 105%; Female: 108%
Disability Retirees	General Disabled	Male: -3; Female: 0	Male: 103%; Female: 106%
Beneficiaries	General Contingent Survivors	Male: +2; Female: +2	Male: 106%; Female: 105%

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2014 - June 30, 2019.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

GATEWAY COMMUNITY SERVICE BOARD

NOTES TO THE FINANCIAL STATEMENTS

NOTE 10- EMPLOYEES' RETIREMENT SYSTEM OF GEORGIA - CONTINUED

The target asset allocation and estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Expected Real Rate of Return *
Fixed Income	30.00%	1.50%
Domestic Large Equities	46.40%	9.10%
Domestic Small Equities	1.10%	13.00%
International Developed Market Equities	13.60%	9.10%
International Emerging Market Equities	3.90%	11.10%
Alternatives	5.00%	10.60%
Total	<u>100.00%</u>	

\* Rates shown are net of inflation.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Community Service Board and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Community Service Board's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate:

The following presents the Community Service Boards's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the Community Service Board's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
CSB's proportionate share of the net pension liability	\$ 305,759	\$ 202,944	\$ 116,476

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued ERS annual financial report which is publicly available at: [www.ers.ga.gov/financials](http://www.ers.ga.gov/financials).

GATEWAY COMMUNITY SERVICE BOARD

NOTES TO THE FINANCIAL STATEMENTS

NOTE 11- OPEB ASSET, OPEB INCOME, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB

**SEAD-OPEB - TERM LIFE INSURANCE - GASB 75**

Plan Description

SEAD-OPEB was created in 2007 by the Georgia General Assembly to amend Title 47 of the O.C.G.A., relating to retirement, so as to establish a fund for the provision of term life insurance to retired and vested inactive members of the Employees' Retirement System of Georgia ("ERS"), the Legislative Retirement System ("LRS"), and the Georgia Judicial Retirement System ("GJRS"). The plan is a cost-sharing multiple-employer defined benefit other postemployment benefit plan as defined in Governmental Accounting Standards Board ("GASB") Statement No. 74, *Financial Reporting for Postemployment Benefit Plans other than OPEB Plans*. The SEAD-OPEB trust fund accumulates the premiums received from the aforementioned retirement plans, including interest earned on deposits and investment of such payments.

Benefits Provided

The amount of insurance for a retiree with creditable service prior to April 1, 1964 is the full amount of insurance in effect on the date of retirement. The amount of insurance for a service retiree with no creditable service prior to April 1, 1964 is 70% of the amount of insurance in effect at age 60 or at termination, if earlier. Life insurance proceeds are paid in a lump-sum to the beneficiary upon the death of the retiree.

Contributions

Georgia law provides that employee contributions to the plan shall be in an amount established by the Board of Trustees not to exceed one-half of 1% of the member's earnable compensation. There were no Community Service Board contributions required for the fiscal year ended June 30, 2025.

OPEB Asset, OPEB Income, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB

At June 30, 2025, the Community Service Board reported an asset of \$74,188 for its proportionate share of the OPEB asset. The net OPEB asset was measured as of June 30, 2024. The total OPEB asset used to calculate the net OPEB asset was based on an actuarial valuation as of June 30, 2023. An expected total OPEB asset as of June 30, 2024 was determined using standard roll-forward techniques. The Community Service Board's proportion of the net OPEB asset was based on actual member salaries reported to the SEAD-OPEB plan during the fiscal year ended June 30, 2024. At June 30, 2024, the Community Service Board's proportion was 0.013218%, which was an increase of 0.001295% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the Community Service Board's recognized OPEB income of \$12,144. At June 30, 2025, the Community Service Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

# GATEWAY COMMUNITY SERVICE BOARD

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 11- OPEB ASSET, OPEB INCOME, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB - CONTINUED

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 298	\$ -
Changes of Assumptions	-	-
Net difference between projected and actual earnings on OPEB plan investments	-	6,615
Changes in proportion and differences between CSB contributions and proportionate share of contributions	-	2,019
CSB contributions subsequent to the measurement date (Including employer specific)	-	-
Total	<u>\$ 298</u>	<u>\$ 8,634</u>

Community Service Board contributions subsequent to the measurement date of \$-0- are reported as deferred outflows of resources and will be recognized as a reduction of the net OPEB asset in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expenses as follows:

Year ended June 30,	
2026	\$ (5,352)
2027	3,582
2028	(4,010)
2029	(2,556)
2030	-
Thereafter	-

#### Actuarial Assumptions

The total OPEB asset as of June 30, 2024 was determined by an actuarial valuation as of June 30, 2023 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases:	
ERS	3.00-6.75%, including inflation
GJRS	3.75%, including inflation
LRS	N/A
Investment rate of return	7.00%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rate	N/A

GATEWAY COMMUNITY SERVICE BOARD

NOTES TO THE FINANCIAL STATEMENTS

NOTE 11- OPEB ASSET, OPEB INCOME, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB - CONTINUED

Mortality rates are as follows:

- The Pub-2010 General Employee Table, with no adjustments, projected generationally with the MP-2019 projection scale is used for both males and females while in active service.
- The Pub-2010 Family of Tables projected generationally with the MP-2019 projection scale and with further adjustments are used for post-retirement mortality assumptions as follows:

<u>Participant Type</u>	<u>Membership Table</u>	<u>Set Forward (+)/ Setback (-)</u>	<u>Adjustments to Rates</u>
Service Retirees	General Healthy Annuitant	Male: +1; Female: +1	Male: 105%; Female: 108%
Disability Retirees	General Disabled	Male: -3; Female: 0	Male: 103%; Female: 106%
Beneficiaries	General Contingent Survivors	Male: +2; Female: +2	Male: 106%; Female: 105%

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2014 - June 30, 2019.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target asset allocation and estimates of arithmetic real rates of returns for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return *</u>
Fixed Income	30.00%	1.50%
Domestic Large Equities	46.40%	9.10%
Domestic Small Equities	1.10%	13.00%
International Developed Market Equities	13.60%	9.10%
International Emerging Market Equities	3.90%	11.10%
Alternatives	5.00%	10.60%
Total	<u>100.00%</u>	

\* Rates shown are net of inflation.

# GATEWAY COMMUNITY SERVICE BOARD

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 11- OPEB ASSET, OPEB INCOME, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB - CONTINUED

#### Discount Rate

The discount rate used to measure the total OPEB asset was 7.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Community Service Board and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB asset.

#### Sensitivity of the Community Service Board's Proportionate Share of the Net OPEB Asset to Changes in the Discount Rate

The following presents the Community Service Board's proportionate share of the net OPEB asset calculated using the discount rate of 7.00%, as well as what the Community Service Board's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is 1-percent-point lower (6.00%) or 1-percent-point higher (8.00%) than the current rate:

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
CSB's proportionate share of the net OPEB asset	\$ 56,817	\$ 74,188	\$ 88,460

#### OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued ERS annual comprehensive financial report which is publicly available at: [www.ers.ga.gov/financials](http://www.ers.ga.gov/financials).

### **SHBP-OPEB - STATE HEALTH BENEFITS PLAN - GASB 75**

#### *General Information about the State OPEB Fund*

#### Plan Description

Employees of State organizations as defined in §45-18-25 of the *Official Code of Georgia Annotated* ("O.C.G.A.") are provided OPEB through the State OPEB Fund - a cost-sharing multiple-employer defined benefit postemployment healthcare plan, reported as an employee trust fund and administered by a Board of Community Health ("Board"). Title 45 of the *O.C.G.A.* assigns the authority to establish and amend the benefit terms of the group health plan to the Board.

## GATEWAY COMMUNITY SERVICE BOARD

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 11- OPEB ASSET, OPEB INCOME, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB - CONTINUED

##### Benefits Provided

The State OPEB Fund provides healthcare benefits for retirees and their dependents due under the group health plan for employees of State organizations (including technical colleges) and other entities authorized by law to contract with the Department of Community Health (“DCH”) for inclusion in the plan. Retiree medical eligibility is attained when an employee retires and is immediately eligible to draw a retirement annuity from Employees’ Retirement System (“ERS”), Georgia Judicial Retirement System (“JRS”), Legislative Retirement System (“LRS”), Teachers Retirement System (“TRS”) or Public School Employees Retirement Systems (“PSERS”). If elected, dependent coverage starts on the same day as retiree coverage. Medicare-eligible retirees are offered Standard and Premium Medicare Advantage plan options. Non-Medicare eligible retiree plan options include Health Reimbursement Arrangement (“HRA”), Health Maintenance Organization (“HMO”) and a High Deductible Health Plan (“HDHP”). The State OPEB Fund also pays for administrative expenses of the fund. By law, no other use of the assets of the State OPEB Fund is permitted.

##### Contributions

As established by the Board, the State OPEB Fund is substantially funded on a pay-as-you-go basis; that is, annual cost of providing benefits will be financed in the same year as claims occur. Contributions to the State OPEB Fund from the Community Service Board were \$10,630 for the year ended June 30, 2025. Active employees are not required to contribute to the State OPEB Fund.

##### OPEB Asset, OPEB Income, Deferred Outflows of Resources, and Deferred Inflow of Resources Related to OPEB

At June 30, 2025, the Community Service Board reported an asset of \$14,976 for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2024. The total OPEB asset used to calculate the net OPEB asset was based on an actuarial valuation as of June 30, 2023. An expected total OPEB asset as of June 30, 2024 was determined using standard roll-forward techniques. The Community Service Board’s proportion of the net OPEB asset was actuarially determined based on Community Service Board contributions during the fiscal year ended June 30, 2024. At June 30, 2024, the Community Service Board’s proportion was 0.005941%, which was a decrease of 0.000317% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the Community Service Board recognized OPEB income of \$25,318. At June 30, 2025, the Community Service Board reported deferred outflows or resources and deferred inflows of resources related to OPEB from the following sources:



# GATEWAY COMMUNITY SERVICE BOARD

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 11- OPEB ASSET, OPEB INCOME, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB - CONTINUED

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 4,054	\$ 6,071
Changes of Assumptions	6,996	18
Net difference between projected and actual earnings on OPEB plan investments	-	11,047
Changes in proportion and differences between CSB contributions and proportionate share of contributions	11,169	99,450
CSB contributions subsequent to the measurement date	10,630	-
Total	<u>\$ 32,849</u>	<u>\$ 116,586</u>

Community Service Board contributions subsequent to the measurement date of \$10,630 are reported as deferred outflows of resources and will be recognized as a reduction of the net OPEB asset in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30,	
2026	\$ (62,692)
2027	(24,492)
2028	(4,522)
2029	(2,661)
Thereafter	-

#### Actuarial Assumptions

The total OPEB liability as of June 30, 2024 was determined by an actuarial valuation as of June 30, 2023 using the following actuarial assumptions and other inputs, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2024:

Inflation	2.50%
Salary Increases	3.00-6.75%, including inflation
Long-term expected rate investment of return	7.00%, compounded annually, net of expense, and including inflation
Healthcare cost trend rate	6.75%
Ultimate trend rate	4.50%
Year of Ultimate trend rate	2032

# GATEWAY COMMUNITY SERVICE BOARD

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 11- OPEB ASSET, OPEB INCOME, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB - CONTINUED

Pre-retirement mortality rates were based on the Pub-2010 General Employee Mortality Table, with no adjustment, with the MP-2019 Projection scale applied generationally. Post-retirement mortality rates for service retirements were based on the Pub-2010 General Healthy Annuitant Mortality Table (ages set forward one year and adjusted 105% for males and 108% for females) with the MP-2019 Projection scale applied generationally. Post-retirement mortality rates for disability retirements were based on the Pub-2010 General Disabled Mortality Table (ages set back three years for males and adjusted to 103% for males and 106% for females) with the MP-2019 Projection scale applied generationally. Post-retirement mortality rates for beneficiaries were based on the Pub-2010 General Contingent Survivor Mortality Table (ages set forward two years and adjusted 106% for males and 105% for females) with the MP-2019 Projection scale applied generationally.

The actuarial assumptions used in the June 30, 2023 valuation are based on the results of the most recent actuarial experience studies for the pension systems, which covered the five-year period ending June 30, 2019, and adopted by the pension Board on December 17, 2020.

The remaining actuarial assumptions (e.g., initial per capita costs, healthcare cost trends, rate of plan participation, rates of plan election, etc.) used in the June 30, 2023 valuation were based on a review of recent plan experience done concurrently with the June 30, 2023 valuation.

Projection of benefits for financial reporting purposes are based on the substantive plan (the Plan as understood by the Community Service Board and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the Community Service Board and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculation.

The long-term expected rate of return on OPEB plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected nominal returns, net of investment expense and the assumed rate of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for the major asset class is summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return *</u>
Fixed Income	30.00%	2.60%
Equities	70.00%	9.10%
Total	<u>100.00%</u>	

\* Rates shown are net of inflation.

# GATEWAY COMMUNITY SERVICE BOARD

## NOTES TO THE FINANCIAL STATEMENTS

### NOTE 11- OPEB ASSET, OPEB INCOME, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB - CONTINUED

#### Discount Rate

In order to measure the total OPEB asset, as of June 30, 2024 for the State OPEB fund, a discount rate of 7.00% was used, the same as last year's rate. The projection of cash flows used to determine the discount rate assumed that contributions from members and from the Community Service Board will be made at the current level as averaged over the last five years, adjusted for annual projected changes in headcount. Based on those assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefit payments to determine the total OPEB asset. Projected future benefit payments for all current plan members were projected through 2123.

#### Sensitivity of the Community Service Board's Proportionate Share of the Net OPEB Asset to Changes in the Discount Rate

The following presents the collective net OPEB asset of the participating Community Service Boards calculated using the discount rate of 7.00% as well as what the collective net OPEB asset would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current discount rate.

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
CSB's proportionate share of the net OPEB asset	\$ 993	\$ 14,976	\$ 27,009

#### Sensitivity of the Community Service Board's Proportionate Share of the Net OPEB Asset (Liability) to Changes in the Healthcare Cost Trend Rates:

The following presents the collective net OPEB asset (liability) of the participating Community Service Boards, as well as what the collective net OPEB asset (liability) would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates.

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
CSB's proportionate share of the net OPEB asset (liability)	\$ 28,938	\$ 14,976	\$ (1,435)

#### OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the 2024 State of Georgia Annual Comprehensive Financial Report which is publicly available at: <https://sao.georgia.gov/statewide-reporting/acfr>.

## GATEWAY COMMUNITY SERVICE BOARD

### NOTES TO THE FINANCIAL STATEMENTS

#### NOTE 12- RELATED PARTY AND CONCENTRATION

During the fiscal year ending June 30, 2025, the Community Service Board contracted with Distinctive Health Solutions, Inc. and Subsidiary for rental property and employment services, for a total of \$30,040,707. These transactions are reported as rent, and contract labor and services expenditures in the Community Service Board's financial statements, and as rental income and contract revenue in Distinctive Health Solutions, Inc. and Subsidiary's separately issued statements.

The Community Service Board's transactions with Distinctive Health Solutions, Inc. and Subsidiary are considered related party transactions under the provisions of GASB Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements.

Because of Distinctive Health Solutions, Inc. and Subsidiary's heavy reliance on the Community Service Board's funding, this relationship also represents a concentration risk. A significant reduction in funding from the Community Service Board could adversely impact Distinctive Health Solutions, Inc. and Subsidiary's ability to maintain its operations.

#### NOTE 13- OPERATIONAL CONTROL

On July 18, 2013, in concurrence with the Governor of the State of Georgia, the Commissioner of the Georgia Department of Behavioral Health and Developmental Disabilities Services (DBHDD) executed the statutory authority provided to DBHDD in O.C.G.A. 37-2-10 to appoint a Manager to oversee the operations of Gateway Community Service Board (Gateway). The Board of Gateway was informed that DBHDD had numerous indications that Gateway's ability to provide State Contracted Services was compromised, placing disability services to local consumers in jeopardy.

The manager was directed to utilize the appropriate measures within the scope of the statutory authority, and report to the Commissioner weekly in conducting an assessment of Gateway's status during a 60-day period.

The manager has been kept in place since the distribution of his report in order to provide oversight to the operational changes needed, and in order to facilitate financial stability.

Dr. Mark Johnson, M.D., was appointed Chief Executive Officer for Gateway Community Service Board and Manager for DBHDD effective November 16, 2015. Upon Dr. Johnson's death in early 2024, DBHDD Commissioner Tanner appointed Gateway's Chief Operating Officer, Dr. Ashley Allen, DSW, LCSW as Chief Executive Officer and Manager for Gateway Community Service Board. No movement has yet been made to reconstitute the Gateway Board of Directors.

## REQUIRED SUPPLEMENTARY INFORMATION

GATEWAY COMMUNITY SERVICE BOARD

ERS - SCHEDULE OF PROPORTIONATE SHARE  
OF THE NET PENSION LIABILITY

For the Year Ended June 30,

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
CSB's proportion of the net pension liability	0.004508%	0.004471%	0.004519%	0.004723%	0.007075%	0.007831%	0.009035%	0.011493%	0.013998%	0.017412%
CSB's proportionate share of the net pension liability	\$ 202,944	\$ 266,722	\$ 301,800	\$ 110,466	\$ 298,208	\$ 323,149	\$ 371,432	\$ 466,769	\$ 662,164	\$ 705,429
CSB's covered payroll	\$ 144,227	\$ 132,589	\$ 122,716	\$ 110,632	\$ 114,401	\$ 178,293	\$ 197,407	\$ 232,935	\$ 284,367	\$ 326,839
CSB's proportionate share of the net pension liability as a percentage of its covered payroll	140.71%	201.16%	245.93%	99.85%	260.67%	181.25%	188.16%	200.39%	232.86%	215.83%
Plan fiduciary net position as a percentage of the total pension liability	78.75%	71.20%	67.44%	87.62%	76.21%	76.74%	76.68%	76.33%	72.34%	76.20%

GATEWAY COMMUNITY SERVICE BOARD

ERS - SCHEDULE OF CONTRIBUTIONS  
EMPLOYEES' RETIREMENT SYSTEM

For the Year Ended June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Contractually required contribution	\$ 39,974	\$ 35,691	\$ 30,262	\$ 27,282	\$ 29,295	\$ 43,911	\$ 49,102	\$ 57,791	\$ 70,531	\$ 80,792
Contributions in relation to the contractually required contribution	<u>\$ 39,974</u>	<u>\$ 35,691</u>	<u>\$ 30,262</u>	<u>\$ 27,282</u>	<u>\$ 29,295</u>	<u>\$ 43,911</u>	<u>\$ 49,102</u>	<u>\$ 57,791</u>	<u>\$ 70,531</u>	<u>\$ 80,792</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
CSB's covered payroll	\$ 144,227	\$ 132,589	\$ 122,716	\$ 110,632	\$ 114,401	\$ 178,293	\$ 197,407	\$ 232,935	\$ 284,367	\$ 326,839
Contributions as a percentage of covered payroll	27.72%	26.92%	24.66%	24.66%	25.61%	24.63%	24.87%	24.81%	24.80%	24.72%

GATEWAY COMMUNITY SERVICE BOARD

ERS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

For The Year Ended June 30, 2025

**Changes of assumptions:** On December 17, 2015, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System. Primary among the changes were the updates to rates of mortality, retirement, disability, withdrawal, and salary increases. The expectation of retired life mortality was changed from the RP-2000 Mortality Tables to the RP-2000 Combined Mortality Table projected to 2025 with projection scale BB (set forward 2 years for both males and females).

A new funding policy was initially adopted by the Board on March 15, 2018, and most recently amended on June 18, 2020. Because of this new funding policy, the assumed investment rate of return was reduced from 7.50% to 7.40% for the June 30, 2017 actuarial valuation and further reduced from 7.40% to 7.30% for the June 30, 2018 actuarial valuation.

On December 17, 2020, the Board adopted recommended changes to the economic and demographic assumptions utilized by the System based on the experience study prepared for the five-year period ending June 30, 2019. Primary among the changes were the updates to rates of mortality, retirement, withdrawal, and salary increases. This also included a change to the long-term assumed investment rate of return to 7.00%. These assumption changes are reflected in the calculation of the June 30, 2021 Total Pension Liability.

On April 21, 2022, the Board adopted a new funding policy which, in part, provides that the Actuarial Accrued Liability and Normal Cost of the System will include a prefunded variable Cost-of-Living Adjustment (“COLA”) for eligible retirees and beneficiaries of the System. Under the new policy, future COLAs are provided through a profit-sharing mechanism using the System’s asset performance. After studying the parameters of this new policy, the assumption for future COLAs was set at 1.05%. Previously, no future COLAs were assumed. In addition, the funding policy set the assumed rate of return at 7.20% for the June 30, 2021 valuation and established a new Transitional Unfunded Actuarial Accrued Liability as of June 30, 2021 which will be amortized over a closed 20-year period.



GATEWAY COMMUNITY SERVICE BOARD

SEAD-OPEB - SCHEDULE OF PROPORTIONATE SHARE  
OF THE NET OPEB ASSET

For the Year Ended June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
CSB's proportion of the net OPEB asset	0.013218%	0.011923%	0.010801%	0.010445%	0.014970%	0.015477%	0.016647%	0.019358%
CSB's proportionate share of the net OPEB asset	\$ 74,188	\$ 52,581	\$ 39,703	\$ 64,323	\$ 42,517	\$ 43,764	\$ 45,054	\$ 50,312
CSB's covered payroll	\$ 144,227	\$ 132,589	\$ 122,716	\$ 110,632	\$ 114,401	\$ 178,293	\$ 197,407	\$ 232,935
CSB's proportionate share of the net OPEB asset as a percentage of its covered payroll	51.44%	39.66%	32.35%	58.14%	37.16%	24.55%	22.82%	21.60%
Plan fiduciary net position as a percentage of the total OPEB asset	155.14%	144.49%	138.03%	164.76%	129.20%	129.73%	129.46%	130.17%

\*Note: Schedule is intended to show information for the last 10 years. Additional years will be displayed as they become available.

GATEWAY COMMUNITY SERVICE BOARD

SEAD-OPEB - SCHEDULE OF CONTRIBUTIONS  
OTHER POSTEMPLOYMENT BENEFITS

For the Year Ended June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contribution	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Contribution deficiency (excess)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
CSB's covered payroll	\$ 144,227	\$ 132,589	\$ 122,716	\$ 110,632	\$ 114,401	\$ 178,293	\$ 197,407	\$ 232,935
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

\*Note: Schedule is intended to show information for the last 10 years. Additional years will be displayed as they become available.

GATEWAY COMMUNITY SERVICE BOARD  
SEAD-OPEB  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

For The Year Ended June 30, 2025

**Changes of assumptions:** On December 17, 2015, the Board of Trustees adopted recommended changes to the economic and demographic assumptions utilized by the Plan. Primary among the changes were the updates to rates of mortality, retirement, disability, withdrawal, and salary increases. The expectation of retired life mortality was changed from the RP-2000 Mortality Tables to the RP-2000 Combined Mortality Table projected to 2025 with projection scale BB (set forward 2 years for both males and females).

A new funding policy was initially adopted by the Board on March 15, 2018. Because of this new funding policy, the assumed investment rate of return was reduced from 7.50% to 7.40% for the June 30, 2017 actuarial valuation and further reduced from 7.40% to 7.30% for the June 30, 2018 actuarial valuation.

On December 17, 2020, the Board adopted recommended changes to the economic and demographic assumptions utilized by the Systems based on the experience study prepared for the five-year period ending June 30, 2019. Primary among the changes were the updates to the rates of mortality, retirement, withdrawal, and salary increases. This also included a change to the long-term assumed investment rate of return to 7.00%. These assumption changes were first reflected in the calculation of the June 30, 2021 Total OPEB Asset.

GATEWAY COMMUNITY SERVICE BOARD

SHBP-OPEB - SCHEDULE OF PROPORTIONATE  
SHARE OF THE NET OPEB ASSET (LIABILITY)

For the Year Ended June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
CSB's proportion of the net OPEB asset (liability)	0.005941%	0.006258%	0.013432%	0.031645%	0.024068%	0.016135%	0.037602%	0.088337%
CSB's proportionate share of the net OPEB asset (liability)	\$ 14,976	\$ (17,738)	\$ (60,352)	\$ (86,978)	\$ (270,861)	\$ (200,287)	\$ (983,513)	\$ (3,599,031)
CSB's covered payroll (CP)*	\$ 144,227	\$ 132,589	\$ 122,716	\$ 110,632	\$ 114,401	\$ 178,293	\$ 197,407	\$ 232,935
CSB's proportionate share of the net OPEB asset (liability) as a percentage of its covered payroll	10.38%	13.38 %	49.18 %	78.62 %	236.76 %	112.34 %	498.22 %	1545.08 %
Plan fiduciary net position as a percentage of the total OPEB asset (liability)	110.27%	87.75 %	80.03 %	87.58 %	59.71 %	56.57 %	31.48 %	17.34 %

*\*CP - the payroll of employees that are provided OPEB through the OPEB plan.*

\*Note: Schedule is intended to show information for the last 10 years. Additional years will be displayed as they become available.

GATEWAY COMMUNITY SERVICE BOARD

SHBP-OPEB - SCHEDULE OF CONTRIBUTIONS  
OTHER POSTEMPLOYMENT BENEFITS

For the Year Ended June 30,

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually required contribution (CRC)*	\$ 10,630	\$ 26,709	\$ 11,119	\$ 21,718	\$ 48,012	\$ 36,220	\$ 86,269	\$ 188,603
Contributions in relation to the contractually required contribution*	<u>\$ 10,630</u>	<u>\$ 26,709</u>	<u>\$ 11,119</u>	<u>\$ 21,718</u>	<u>\$ 48,012</u>	<u>\$ 36,220</u>	<u>\$ 86,269</u>	<u>\$ 188,603</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
CSB's covered payroll (CP)**	\$ 144,227	\$ 132,589	\$ 122,716	\$ 110,632	\$ 114,401	\$ 178,293	\$ 197,407	\$ 232,935
Contributions as a percentage of covered payroll (CP)**	7.37%	20.14%	9.06%	19.63%	41.97%	20.31%	43.70%	80.97%

*\*The "Contractually Required Contribution (CRC)" and "Contributions in relation to the contractually required contribution" are the same amount and can be found in the organization's customized employer packet identified as "Contributions made during the measurement period."*

*\*\*CP is the payroll of employees that are provided OPEB through the OPEB plan.*

\*Note: Schedule is intended to show information for the last 10 years. Additional years will be displayed as they become available.

GATEWAY COMMUNITY SERVICE BOARD  
SHBP-OPEB  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

For The Year Ended June 30, 2025

**Changes in benefit terms:** There have been no changes in benefit terms.

**Changes in assumptions:**

- June 30, 2023 valuation: Medicare health care trend rates were updated.
- June 30, 2022 valuation: The tobacco use assumption and aging factors were revised.
- June 30, 2020 valuation: Decremental assumptions were changed to reflect the Employees Retirement Systems experience study.
- June 30, 2019 valuation: The inflation assumption was lowered from 2.75% to 2.50% in anticipation of the upcoming ERS Experience Study. Additionally, decremental assumptions were changed to reflect the Teachers Retirement Systems experience study. Approximately 6.0% of employees are members of the Teachers Retirement Systems.
- June 30, 2017 valuation: The participation assumption, tobacco use assumption and morbidity factors were revised.
- June 30, 2015 valuation: Decremental and underlying inflation assumptions were changed to reflect the Retirement Systems' experience studies.
- June 30, 2012 valuation: A data audit was performed, and data collection procedures and assumptions were changed.
- The discount rate was updated from 3.09% as of June 30, 2016 to 3.60% as of June 30, 2017; to 5.22% as of June 30, 2018; to 7.30% as of June 30, 2019; to 7.06% as of June 30, 2020; and to 7.00% as of June 30, 2021.

## SUPPLEMENTARY INFORMATION

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

MENTAL HEALTH SERVICES - ADULT - 100

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 11,406,362	\$ 11,406,362	\$ 11,322,199	\$ (84,163)
State Contracted Fee for Services	-	-	4,770,687	4,770,687
County Non-Participating	-	-	844,167	844,167
Contracts - Other	-	-	371,233	371,233
Outpatient Medicaid Fees	-	-	2,530,384	2,530,384
Outpatient Medicare Fees	-	-	152,899	152,899
Client Fees	-	-	18,644	18,644
Other Income	-	-	60,379	60,379
Private Insurance	-	-	236,209	236,209
TOTAL REVENUES	\$ 11,406,362	\$ 11,406,362	\$ 20,306,801	\$ 8,900,439
EXPENDITURES				
Personal Service Costs:				
Salary and Fringes	\$ -	\$ -	\$ 5,445,583	\$ 5,445,583
Contract Labor	-	-	14,020,114	14,020,114
Total Personal Service Costs	\$ -	\$ -	\$ 19,465,697	\$ 19,465,697
Pharmacy	-	-	904,706	904,706
Other Operating Expenditures	11,406,362	11,406,362	7,180,358	(4,226,004)
TOTAL EXPENDITURES	\$ 11,406,362	\$ 11,406,362	\$ 27,550,761	\$ 16,144,399
DEFICIT OF REVENUES UNDER EXPENDITURES	\$ -	\$ -	\$ (7,243,960)	\$ (7,243,960)



GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

MENTAL HEALTH SERVICES - CHILDREN - 200

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Fee for Services	\$ -	\$ -	\$ 33,703	\$ 33,703
Contracts - Other	-	-	87,225	87,225
County Participating	-	-	12,674	12,674
Outpatient Medicaid Fees	-	-	619,417	619,417
Client Fees	-	-	22,517	22,517
Private Insurance	-	-	81,135	81,135
TOTAL REVENUES	\$ -	\$ -	\$ 856,671	\$ 856,671
EXPENDITURES				
Personal Service Costs:				
Salary and Fringes	\$ -	\$ -	\$ 133,172	\$ 133,172
Contract Labor	-	-	423,223	423,223
Total Personal Service Costs	\$ -	\$ -	\$ 556,395	\$ 556,395
Pharmacy	-	-	1,786	1,786
Other Operating Expenditures	-	-	331,940	331,940
TOTAL EXPENDITURES	\$ -	\$ -	\$ 890,121	\$ 890,121
DEFICIT OF REVENUES UNDER EXPENDITURES	\$ -	\$ -	\$ (33,450)	\$ (33,450)

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

CRISIS STABILIZATION UNIT - 203

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Fee for Services	\$ 4,118,809	\$ 4,243,809	\$ 4,243,809	\$ -
Outpatient Medicaid Fees	-	-	752,389	752,389
Private Insurance	-	-	22,082	22,082
TOTAL REVENUES	<u>\$ 4,118,809</u>	<u>\$ 4,243,809</u>	<u>\$ 5,018,280</u>	<u>\$ 774,471</u>
EXPENDITURES				
Personal Service Costs:				
Salary and Fringes	\$ -	\$ -	\$ 1,159,744	\$ 1,159,744
Contract Labor	-	-	2,343,654	2,343,654
Total Personal Service Costs	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,503,398</u>	<u>\$ 3,503,398</u>
Pharmacy	-	-	66,440	66,440
Other Operating Expenditures	<u>4,118,809</u>	<u>4,243,809</u>	<u>826,311</u>	<u>(3,417,498)</u>
TOTAL EXPENDITURES	<u>\$ 4,118,809</u>	<u>\$ 4,243,809</u>	<u>\$ 4,396,149</u>	<u>\$ 152,340</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 622,131</u>	<u>\$ 622,131</u>

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

CSU WORKFORCE SUPPORT (MHBG COVID-19) - 305

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 425,000	\$ 425,000	\$ 135,582	\$ (289,418)
EXPENDITURES				
Other Operating Expenditures	\$ 425,000	\$ 425,000	\$ 135,582	\$ (289,418)
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

INTELLECTUAL/DEVELOPMENTAL DISABILITIES COMMUNITY SERVICES - 400

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Fee for Services	\$ -	\$ -	\$ 329,745	\$ 329,745
County Non-Participating	-	-	6,066	6,066
Other Local Funds	-	-	500	500
Work Activity Fees	-	-	4,592	4,592
Medicaid Waiver	-	-	8,977,106	8,977,106
Client Fees	-	-	108	108
Other Fees	-	-	316,473	316,473
TOTAL REVENUES	\$ -	\$ -	\$ 9,634,590	\$ 9,634,590
EXPENDITURES				
Personal Service Costs:				
Salary and Fringes	\$ -	\$ -	\$ 1,773,675	\$ 1,773,675
Contract Labor	-	-	5,762,213	5,762,213
Total Personal Service Costs	\$ -	\$ -	\$ 7,535,888	\$ 7,535,888
Other Operating Expenditures	-	-	2,104,738	2,104,738
TOTAL EXPENDITURES	\$ -	\$ -	\$ 9,640,626	\$ 9,640,626
DEFICIT OF REVENUES UNDER EXPENDITURES	\$ -	\$ -	\$ (6,036)	\$ (6,036)

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

SPECIAL APPROPRIATION - I/DD - 502

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 584,627	\$ 1,041,121	\$ 1,041,121	\$ -
EXPENDITURES				
Other Operating Expenditures	\$ 584,627	\$ 1,041,121	\$ 1,041,121	\$ -
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

SPECIAL APPROPRIATION - CYBER SECURITY INSURANCE - 503

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ -	\$ 23,306	\$ 23,306	\$ -
EXPENDITURES				
Other Operating Expenditures	\$ -	\$ 23,306	\$ 23,306	\$ -
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

HIV EARLY INTERVENTION SERVICES - 602

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 83,941	\$ 83,941	\$ 83,941	\$ -
EXPENDITURES				
Personal Service Costs:				
Salary and Fringes	\$ -	\$ -	\$ 101,652	\$ 101,652
Other Operating Expenditures	83,941	83,941	20,478	(63,463)
TOTAL EXPENDITURES	\$ 83,941	\$ 83,941	\$ 122,130	\$ 38,189
DEFICIT OF REVENUES UNDER EXPENDITURES	\$ -	\$ -	\$ (38,189)	\$ (38,189)

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

WTRS - OUTPATIENT - SSBG - 619

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 162,000	\$ 162,000	\$ 162,000	\$ -
Outpatient Medicaid Fees	-	-	36,710	36,710
TOTAL REVENUES	\$ 162,000	\$ 162,000	\$ 198,710	\$ 36,710
EXPENDITURES				
Personal Service Costs:				
Salary and Fringes	\$ 162,000	\$ 162,000	\$ 100,819	\$ (61,181)
Contract Labor	-	-	1,085	1,085
Total Personal Service Costs	\$ 162,000	\$ 162,000	\$ 101,904	\$ (60,096)
Other Operating Expenditures	-	-	55,315	55,315
TOTAL EXPENDITURES	\$ 162,000	\$ 162,000	\$ 157,219	\$ (4,781)
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ 41,491	\$ 41,491



GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

WTRS - RESIDENTIAL SUBSTANCE ABUSE TREATMENT - SAPTBG - 624

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 133,464	\$ 133,464	\$ 119,864	\$ (13,600)
EXPENDITURES				
Personal Service Costs:				
Salary and Fringes	\$ 133,464	\$ 133,464	\$ 203,714	\$ 70,250
Contract Labor	-	-	714,209	714,209
Total Personal Service Costs	\$ 133,464	\$ 133,464	\$ 917,923	\$ 784,459
Pharmacy	-	-	991	991
Other Operating Expenditures	-	-	55,474	55,474
TOTAL EXPENDITURES	\$ 133,464	\$ 133,464	\$ 974,388	\$ 840,924
DEFICIT OF REVENUES				
UNDER EXPENDITURES	\$ -	\$ -	\$ (854,524)	\$ (854,524)

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

WTRS - RESIDENTIAL SUBSTANCE ABUSE TREATMENT - TANF - 625

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 475,200	\$ 475,200	\$ 475,200	\$ -
EXPENDITURES				
Salary and Fringes	\$ -	\$ -	\$ 89,390	\$ 89,390
Pharmacy	-	-	2,907	2,907
Other Operating Expenditures	475,200	475,200	127,880	(347,320)
TOTAL EXPENDITURES	\$ 475,200	\$ 475,200	\$ 220,177	\$ (255,023)
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ 255,023	\$ 255,023

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

WTRS - RESIDENTIAL SUBSTANCE ABUSE TREATMENT- STATE - 626

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 105,600	\$ 105,600	\$ 105,600	\$ -
EXPENDITURES				
Other Operating Expenditures	\$ 105,600	\$ 105,600	\$ 105,600	\$ -
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

WTRS - TRANSITIONAL HOUSING SERVICES - 630

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 48,000	\$ 48,000	\$ 48,000	\$ -
EXPENDITURES				
Salary and Fringes	\$ -	\$ -	\$ 50,839	\$ 50,839
Other Operating Expenditures	48,000	48,000	131,738	83,738
TOTAL EXPENDITURES	\$ 48,000	\$ 48,000	\$ 182,577	\$ 134,577
DEFICIT OF REVENUES UNDER EXPENDITURES	\$ -	\$ -	\$ (134,577)	\$ (134,577)

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

WTRS - RESIDENTIAL - SSBG - 632

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 369,600	\$ 369,600	\$ 343,200	\$ (26,400)
EXPENDITURES				
Personal Service Costs:				
Salary and Fringes	\$ -	\$ -	\$ 203,714	\$ 203,714
Contract Labor	-	-	714,209	714,209
Total Personal Service Costs	\$ -	\$ -	\$ 917,923	\$ 917,923
Pharmacy	-	-	991	991
Other Operating Expenditures	369,600	369,600	55,474	(314,126)
TOTAL EXPENDITURES	\$ 369,600	\$ 369,600	\$ 974,388	\$ 604,788
DEFICIT OF REVENUES UNDER EXPENDITURES	\$ -	\$ -	\$ (631,188)	\$ (631,188)

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

WTRS - TRANSITIONAL HOUSING SERVICES - SSBG - 633

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 72,000	\$ 72,000	\$ 66,000	\$ (6,000)
EXPENDITURES				
Personal Service Costs:				
Salary and Fringes	\$ -	\$ -	\$ 203,714	\$ 203,714
Contract Labor	-	-	714,209	714,209
Total Personal Service Costs	\$ -	\$ -	\$ 917,923	\$ 917,923
Pharmacy	-	-	991	991
Other Operating Expenditures	72,000	72,000	55,474	(16,526)
TOTAL EXPENDITURES	\$ 72,000	\$ 72,000	\$ 974,388	\$ 902,388
DEFICIT OF REVENUES UNDER EXPENDITURES	\$ -	\$ -	\$ (908,388)	\$ (908,388)

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

WTRS - SAPT COVID-19 - 643

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 232,500	\$ 232,500	\$ 232,500	\$ -
EXPENDITURES				
Other Operating Expenditures	\$ 232,500	\$ 232,500	\$ 232,500	\$ -
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

SUBSTANCE ABUSE SERVICES - ADULT - 700

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Services	\$ 1,441,534	\$ 1,441,534	\$ 1,441,534	\$ -
State Contracted Fee for Services	-	-	1,305,125	1,305,125
County Non-Participating	-	-	13,427	13,427
Contracts - Other	-	-	17,272	17,272
Outpatient Medicaid Fees	-	-	217,365	217,365
Outpatient Medicare Fees	-	-	16,478	16,478
Private Insurance	-	-	87,047	87,047
Client Fees	-	-	35,402	35,402
Other Income	-	-	500	500
TOTAL REVENUES	\$ 1,441,534	\$ 1,441,534	\$ 3,134,150	\$ 1,692,616
EXPENDITURES				
Personal Service Costs:				
Salary and Fringes	\$ -	\$ -	\$ 404,209	\$ 404,209
Contract Labor	-	-	937,914	937,914
Total Personal Service Costs	\$ -	\$ -	\$ 1,342,123	\$ 1,342,123
Pharmacy	-	-	89,111	89,111
Other Operating Expenditures	1,441,534	1,441,534	1,404,678	(36,856)
TOTAL EXPENDITURES	\$ 1,441,534	\$ 1,441,534	\$ 2,835,912	\$ 1,394,378
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ 298,238	\$ 298,238



GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

SUBSTANCE ABUSE SERVICES - CHILDREN - 800

For the Fiscal Year Ended June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
State Contracted Fee for Services	\$ -	\$ -	\$ 1,856	\$ 1,856
County Non-Participating	-	-	2,969	2,969
Contracts - Other	-	-	107	107
Outpatient Medicaid Fees	-	-	1,772	1,772
TOTAL REVENUES	\$ -	\$ -	\$ 6,704	\$ 6,704
EXPENDITURES				
Personal Service Costs:				
Salary and Fringes	\$ -	\$ -	\$ 1,633	\$ 1,633
Contract Labor	-	-	1,669	1,669
Total Personal Service Costs	\$ -	\$ -	\$ 3,302	\$ 3,302
Pharmacy	-	-	22	22
Other Operating Expenditures	-	-	20,599	20,599
TOTAL EXPENDITURES	\$ -	\$ -	\$ 23,923	\$ 23,923
DEFICIT OF REVENUES UNDER EXPENDITURES	\$ -	\$ -	\$ (17,219)	\$ (17,219)

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

SYSTEM OF CARE  
#44100-026-0000171082

For the Period Beginning November 16, 2021 and Ending November 15, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
Contracts	\$ 160,226	\$ 406,124	\$ 400,551	\$ (5,573)
EXPENDITURES				
Personnel Services	\$ 77,250	\$ 259,185	\$ 259,185	\$ -
Regular Operating	64,960	88,960	88,960	-
Travel	4,000	13,000	12,441	(559)
Telecommunications	1,550	5,550	5,358	(192)
Productivity (Billed Credit)	(30,750)	(61,153)	(61,153)	-
Indirect Costs	14,566	39,895	39,556	(339)
Family Training & Education	28,650	37,687	35,499	(2,188)
Flex Funds	-	23,000	20,705	(2,295)
TOTAL EXPENDITURES	\$ 160,226	\$ 406,124	\$ 400,551	\$ (5,573)
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

CRISIS RESPITE APARTMENTS FOR FIRST EPISODE OF PSYCHOSIS PROGRAM  
#44100-026-0000180348

For the Period Beginning April 1, 2022 and Ending June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
Contracts	\$ 268,400	\$ 204,578	\$ 186,255	\$ (18,323)
EXPENDITURES				
Personal Service Costs	\$ 140,400	\$ 90,725	\$ 79,656	\$ (11,069)
Regular Operating	24,600	10,613	10,146	(467)
Travel	900	663	533	(130)
Flex Funds	3,000	3,357	2,837	(520)
Supplies	33,000	14,684	13,184	(1,500)
Indirect Costs	24,400	18,536	17,112	(1,424)
Per Diem/Fees/Contract	40,000	66,000	62,787	(3,213)
Telecommunications	2,100	-	-	-
TOTAL EXPENDITURES	\$ 268,400	\$ 204,578	\$ 186,255	\$ (18,323)
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

EARLY TREATMENT PROGRAM  
#44100-026-CMA00003890

For the Period Beginning June 1, 2023 and Ending June 30, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
Contract	\$ 515,976	\$ 242,822	\$ 226,950	\$ (15,872)
EXPENDITURES				
Personnel Services	\$ 307,211	\$ 134,988	\$ 128,350	\$ (6,638)
Fringe Benefits	93,744	41,643	41,643	-
Travel	10,021	19,159	17,927	(1,232)
Supplies	28,000	33,615	27,719	(5,896)
Other	77,000	38,531	36,425	(2,106)
Other Direct Costs	-	(25,114)	(25,114)	-
TOTAL EXPENDITURES	\$ 515,976	\$ 242,822	\$ 226,950	\$ (15,872)
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

ADOLESCENT ADDICTIVE DISEASES CLUBHOUSE SERVICES  
#44100-906-CMA00004313

For the Period Beginning October 1, 2023 and Ending September 30, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
Contract	\$ 400,000	\$ 400,000	\$ 399,806	\$ (194)
EXPENDITURES				
Personnel Services	\$ 260,000	\$ 260,000	\$ 260,000	\$ -
Regular Operating	21,000	21,000	21,000	-
Educational Services	12,000	15,250	15,232	(18)
Employment Services	5,000	5,000	4,992	(8)
Family Involved Activities	5,000	5,000	4,932	(68)
Off-Site Social Activities	27,000	27,000	27,000	-
Transportation Costs	15,000	11,750	11,703	(47)
Pre-Approved Funds	40,000	40,000	39,967	(33)
Nutrition Education	5,000	5,000	4,992	(8)
Drug Screen Expenses	10,000	10,000	9,988	(12)
TOTAL EXPENDITURES	\$ 400,000	\$ 400,000	\$ 399,806	\$ (194)
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

CRISIS RESPITE APARTMENTS  
#44100-026-CMA00003954

For the Period Beginning August 1, 2023 and Ending July 31, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
Contracts	\$ 170,000	\$ 170,000	\$ 169,265	\$ (735)
EXPENDITURES				
Personnel Services	\$ 93,000	\$ 93,000	\$ 93,000	\$ -
Regular Operating	20,000	20,000	20,000	-
Facility Costs	39,000	39,000	39,000	-
Telecommunications	2,700	2,700	2,206	(494)
Indirect Costs	15,300	15,300	15,059	(241)
TOTAL EXPENDITURES	\$ 170,000	\$ 170,000	\$ 169,265	\$ (735)
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

C&A FELLOWSHIP  
#44100-026-0000155735

For the Period Beginning September 1, 2020 and Ending August 31, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
Contract	\$ 851,014	\$ 851,014	\$ 851,014	\$ -
EXPENDITURES				
Personnel Services	\$ 150,000	\$ 485,600	\$ 485,600	\$ -
Regular Operating	37,050	103,050	103,050	-
Per Diem/Fees/Contract	576,600	150,000	150,000	-
Other	87,364	112,364	112,364	-
TOTAL EXPENDITURES	\$ 851,014	\$ 851,014	\$ 851,014	\$ -
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

CARE COORDINATION  
#44100-026-0000169268

For the Period Beginning August 1, 2021 and Ending July 31, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
Contract	\$ 125,000	\$ 210,490	\$ 134,960	\$ (75,530)
EXPENDITURES				
Personnel Services	\$ 46,500	\$ 128,430	\$ 75,953	\$ (52,477)
Regular Operating	69,800	55,300	42,414	(12,886)
Indirect Costs	8,700	20,381	11,350	(9,031)
Flex Funds	-	6,379	5,243	(1,136)
TOTAL EXPENDITURES	\$ 125,000	\$ 210,490	\$ 134,960	\$ (75,530)
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -



GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

RESIDENTIAL: SPECIALIZED TREATMENT AND RESIDENTIAL  
#44100-906-CMA00004576

For the Period Beginning March 1, 2024 and Ending September 30, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
Contract	\$ 65,000	\$ 65,000	\$ 65,000	\$ -
EXPENDITURES				
Safety Hazard and Improvements	\$ 65,000	\$ 65,000	\$ 65,000	\$ -
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

ADDICTION FELLOWSHIP  
#44100-906-CMA00004581

For the Period Beginning November 27, 2023 and Ending November 29, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
Contract	\$ 300,000	\$ 300,000	\$ 300,000	\$ -
EXPENDITURES				
Personnel Services	\$ 210,300	\$ 250,300	\$ 250,300	\$ -
Regular Operating	89,700	49,700	49,700	-
TOTAL EXPENDITURES	\$ 300,000	\$ 300,000	\$ 300,000	\$ -
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

COMPARATIVE STATEMENT OF ACTUAL REVENUES AND EXPENDITURES TO BUDGET

FORENSIC SUPERVISED APARTMENTS  
#44100-026-CMA00004455

For the Period Beginning January 1, 2024 and Ending December 31, 2024

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES				
Department of Behavioral Health and Developmental Disabilities:				
Contract	\$ 434,600	\$ 434,600	\$ 432,707	\$ (1,893)
EXPENDITURES				
Personnel Services	\$ 270,000	\$ 277,000	\$ 277,000	\$ -
Regular Operating	22,000	22,000	21,656	(344)
Travel	600	600	167	(433)
Facility Costs	120,000	120,000	120,000	-
Transportation Costs	10,000	3,000	1,884	(1,116)
Consumer Assistance	12,000	12,000	12,000	-
TOTAL EXPENDITURES	\$ 434,600	\$ 434,600	\$ 432,707	\$ (1,893)
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ -

GATEWAY COMMUNITY SERVICE BOARD

SCHEDULE OF STATE CONTRACTUAL ASSISTANCE

For the Fiscal Year Ended June 30, 2025

<u>STATE OF GEORGIA DEPARTMENT OF BEHAVIORAL HEALTH AND DEVELOPMENTAL DISABILITIES</u>	<u>GRANT/ CONTRACT AMOUNT</u>	<u>REVENUE RECEIVED DURING FISCAL YEAR</u>	<u>FIXED RATE PAYMENTS OR EXPENDITURES DURING FISCAL YEAR</u>	<u>DUE FROM DBHDD AT END OF FISCAL YEAR</u>
DBHDD Master Agreement #44100-265-0262025104				
100 Mental Health Services - Adult	\$ 11,406,362	\$ 11,222,075	\$ 11,322,199	\$ 100,124
203 Crisis Stabilization Unit	\$ 4,243,809	\$ 4,243,809	\$ 4,243,809	\$ -
305 CSU Workforce Support (MHBG COVID-19)	\$ 425,000	\$ 135,582	\$ 135,582	\$ -
602 HIV Early Intervention Services	\$ 83,941	\$ 76,945	\$ 83,941	\$ 6,996
700 Substance Abuse Services - Adult	\$ 1,441,534	\$ 1,437,367	\$ 1,441,534	\$ 4,167
DBHDD Master Agreement #44100-265-9072025104				
502 Special Appropriation - I/DD	\$ 1,041,121	\$ 1,041,121	\$ 1,041,121	\$ -
503 Special Appropriation - Cyber Security Insurance	\$ 23,306	\$ 23,306	\$ 23,306	\$ -
DBHDD Master Agreement #44100-265-0262025114				
619 WTRS Outpatient - SSBG	\$ 162,000	\$ 157,691	\$ 162,000	\$ 4,309
624 WTRS Residential SA Treatment - SAPTBG	\$ 133,464	\$ 108,742	\$ 119,864	\$ 11,122
625 WTRS Residential SA Treatment - TANF	\$ 475,200	\$ 435,600	\$ 475,200	\$ 39,600
626 WTRS - Residential SA Treatment - State	\$ 105,600	\$ 96,800	\$ 105,600	\$ 8,800

GATEWAY COMMUNITY SERVICE BOARD

SCHEDULE OF STATE CONTRACTUAL ASSISTANCE - CONTINUED

For the Fiscal Year Ended June 30, 2025

STATE OF GEORGIA DEPARTMENT OF BEHAVIORAL HEALTH AND DEVELOPMENTAL DISABILITIES	GRANT/ CONTRACT AMOUNT	REVENUE RECEIVED DURING FISCAL YEAR	FIXED RATE PAYMENTS OR EXPENDITURES DURING FISCAL YEAR	DUE FROM DBHDD AT END OF FISCAL YEAR
630 WTRS - Transitional Housing Services	\$ 48,000	\$ 44,000	\$ 48,000	\$ 4,000
632 WTRS - Residential - SSBG	\$ 369,600	\$ 312,400	\$ 343,200	\$ 30,800
633 WTRS - Transitional Housing Services - SSBG	\$ 72,000	\$ 60,000	\$ 66,000	\$ 6,000
643 WTRS - SAPT - COVID-19	\$ 232,500	\$ 213,125	\$ 232,500	\$ 19,375
Subtotal	<u>\$ 20,263,437</u>	<u>\$ 19,608,563</u>	<u>\$ 19,843,856</u>	<u>\$ 235,293</u>
OTHER CONTRACTS:				
BHCC #44100-026-CMA00004805	\$ 7,111,149	\$ 6,496,382	\$ 7,111,149	\$ 614,767
Adolescent Addictive Diseases Clubhouse Services #44100-906-CMA00004313	\$ 400,000	\$ 94,761	\$ 94,761	\$ -
Adolescent Addictive Diseases Clubhouse Services #44100-906-CMA00005283	\$ 475,000	\$ 289,196	\$ 328,684	\$ 39,488
ACT Services #44100-026-CMA00004910	\$ 1,560,000	\$ 714,325	\$ 780,000	\$ 65,675
Intensive Case Management #44100-261-CMA00004920	\$ 782,000	\$ 358,203	\$ 391,000	\$ 32,797
System of Care #44100-026-0000171082	\$ 406,124	\$ 53,048	\$ 53,048	\$ -
System of Care #44100-026-CMA00005238	\$ 170,900	\$ 87,384	\$ 102,298	\$ 14,914

GATEWAY COMMUNITY SERVICE BOARD

SCHEDULE OF STATE CONTRACTUAL ASSISTANCE - CONTINUED

For the Fiscal Year Ended June 30, 2025

<u>STATE OF GEORGIA DEPARTMENT OF BEHAVIORAL HEALTH AND DEVELOPMENTAL DISABILITIES</u>	<u>GRANT/ CONTRACT AMOUNT</u>	<u>REVENUE RECEIVED DURING FISCAL YEAR</u>	<u>FIXED RATE PAYMENTS OR EXPENDITURES DURING FISCAL YEAR</u>	<u>DUE FROM DBHDD AT END OF FISCAL YEAR</u>
OTHER CONTRACTS - CONTINUED				
C&A Fellowship #44100-026-0000155735	\$ 851,014	\$ 46,041	\$ 46,041	\$ -
Georgia APEX Project (GAP) #44100-026-CMA00003079	\$ 488,612	\$ 146,493	\$ 158,935	\$ 12,442
Georgia APEX Project (GAP) #44100-026-CMA00004750	\$ 332,747	\$ 176,696	\$ 185,833	\$ 9,137
Georgia APEX Project 3.0 #44100-026-0000160091	\$ 284,511	\$ 159,229	\$ 250,071	\$ 90,842
Crisis Respite Apartments #44100-026-CMA00003954	\$ 170,000	\$ 16,394	\$ 16,394	\$ -
Crisis Respite Apartments #44100-026-CMA00004824	\$ 170,000	\$ 141,516	\$ 155,655	\$ 14,139
Forensic Supervised Apartments #44100-026-CMA00004455	\$ 434,600	\$ 203,868	\$ 203,868	\$ -
Forensic Supervised Apartments #44100-026-CMA00005437	\$ 434,600	\$ 186,397	\$ 220,807	\$ 34,410
Psychiatric Residency Program #44100-026-CMA00005322	\$ 1,212,877	\$ 992,992	\$ 1,195,138	\$ 202,146
Psychiatric Residency Program #44100-026-CMA00005258	\$ 1,140,000	\$ 512,311	\$ 831,503	\$ 319,192
Supported Employment/ Supported Education #44100-026-CMA00004533	\$ 106,500	\$ 45,273	\$ 49,206	\$ 3,933

GATEWAY COMMUNITY SERVICE BOARD

SCHEDULE OF STATE CONTRACTUAL ASSISTANCE - CONTINUED

For the Fiscal Year Ended June 30, 2025

<u>STATE OF GEORGIA DEPARTMENT OF BEHAVIORAL HEALTH AND DEVELOPMENTAL DISABILITIES</u>	<u>GRANT/ CONTRACT AMOUNT</u>	<u>REVENUE RECEIVED DURING FISCAL YEAR</u>	<u>FIXED RATE PAYMENTS OR EXPENDITURES DURING FISCAL YEAR</u>	<u>DUE FROM DBHDD AT END OF FISCAL YEAR</u>
OTHER CONTRACTS - CONTINUED				
Early Treatment Program #44100-026-CMA00003547	\$ 999,464	\$ 260,045	\$ 310,151	\$ 50,106
Early Treatment Program #44100-026-CMA00003890	\$ 242,822	\$ 128,119	\$ 172,247	\$ 44,128
Care Coordination #44100-026-0000169268	\$ 210,490	\$ 13,252	\$ 13,252	\$ -
C&A Crisis Stabilization Unit #44100-026-0000172800	\$ 19,500,000	\$ 540,700	\$ 540,700	\$ -
Medicated Assisted Treatment #44100-906-CMA00004769	\$ 1,400,000	\$ 719,982	\$ 774,723	\$ 54,741
Crisis Respite Apartments for First Episode of Psychosis Program #44100-026-0000180348	\$ 204,578	\$ 45,832	\$ 61,995	\$ 16,163
Addiction Fellowship #44100-906-CMA00004581	\$ 300,000	\$ 75,117	\$ 75,117	\$ -
Addiction Fellowship #44100-906-CMA00005169	\$ 200,000	\$ 200,000	\$ 200,000	\$ -
Residential: Specialized Treatment and Residential #44100-906-CMA00004576	\$ 65,000	\$ 27,857	\$ 27,857	\$ -
Jail In-Reach Case Management Pilot #44100-026-CMA00004336	\$ 165,724	\$ 52,041	\$ 72,632	\$ 20,591

GATEWAY COMMUNITY SERVICE BOARD

SCHEDULE OF STATE CONTRACTUAL ASSISTANCE - CONTINUED

For the Fiscal Year Ended June 30, 2025

STATE OF GEORGIA DEPARTMENT OF BEHAVIORAL HEALTH AND DEVELOPMENTAL DISABILITIES	GRANT/ CONTRACT AMOUNT	REVENUE RECEIVED DURING FISCAL YEAR	FIXED RATE PAYMENTS OR EXPENDITURES DURING FISCAL YEAR	DUE FROM DBHDD AT END OF FISCAL YEAR
OTHER CONTRACTS - CONTINUED				
Assisted Outpatient Treatment #44100-026-CMA00004666	\$ 244,968	\$ 91,048	\$ 113,396	\$ 22,348
Subtotal	\$ 40,063,680	\$ 12,874,502	\$ 14,536,461	\$ 1,661,959
TOTAL	\$ 60,327,117	\$ 32,483,065	\$ 34,380,317	\$ 1,897,252



# GATEWAY COMMUNITY SERVICE BOARD

## SCHEDULE OF CASH FLOWS

For the Fiscal Year Ended June 30, 2025

### CASH FLOWS FROM OPERATING ACTIVITIES

CHANGE IN NET POSITION	\$ 364,030
Adjustments to Reconcile Change in Net Position to Net Cash	
Provided by Operating Activities:	
Depreciation Expense	1,229,836
Loss on the Disposal of Equipment	27,374
Amortization Expense	848,935
Changes in Net Assets and Liabilities:	
Increase in Accounts Receivable	(179,525)
Decrease in Due from DBHDD	2,962,575
Decrease in Due from Distinctive Health Solutions, Inc. and Subsidiary	962
Increase in Prepaid Items	(61,444)
Increase in Net OPEB Asset	(36,583)
Decrease in Deferred Outflows of Resources	79,867
Increase in Accounts Payable	37,357
Increase in Payroll Liabilities	14,998
Decrease in Due to Distinctive Health Solutions, Inc. and Subsidiary	(512,993)
Increase in Due to Consumers	26,141
Decrease in Due to DBHDD-Special Operating Advance	(240,000)
Increase in Due to DCH-Medicaid	210,885
Increase in Compensated Absences	43,593
Decrease in Net Pension Liability	(63,778)
Decrease in Net OPEB Liability	(17,738)
Decrease in Deferred Inflows of Resources	(44,522)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 4,689,970</u>

### CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of Capital Assets	\$ (848,236)
Purchase of Certificate of Deposit	(40,525)
NET CASH USED IN INVESTING ACTIVITIES	<u>\$ (888,761)</u>

### CASH FLOWS FROM FINANCING ACTIVITIES

Principal Payments	\$ (774,903)
Payments on Right of Use Liabilities	(822,389)
NET CASH USED IN FINANCING ACTIVITIES	<u>\$ (1,597,292)</u>

NET INCREASE IN CASH	\$ 2,203,917
CASH - BEGINNING OF YEAR	<u>4,871,695</u>
CASH - END OF YEAR	<u><u>\$ 7,075,612</u></u>

GATEWAY COMMUNITY SERVICE BOARD

SCHEDULE OF CASH FLOWS - CONTINUED

For the Fiscal Year Ended June 30, 2025

AS PRESENTED IN THE STATEMENT OF NET POSITION

Cash	\$ 6,958,926
Cash - Restricted	116,686
	<u>\$ 7,075,612</u>

NON-CASH INVESTING AND FINANCING ACTIVITIES:

Right of Use Assets Acquired through Right of Use Liability	<u>\$ 1,242,257</u>
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NOTES TO CASH FLOW STATEMENT:

Interest Paid	<u>\$ 729,389</u>
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## OTHER REPORTS



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

*Independent Auditor's Report*

To The Community Service Board  
Gateway Community Service Board  
Brunswick, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Gateway Community Service Board as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Gateway Community Service Board's basic financial statements, and have issued our report thereon dated November 20, 2025.

**Report on Internal Control over Financial Reporting**

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

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

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

**Report on Compliance and Other Matters**

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

### **Purpose of This Report**

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

ROBERT BAKER AND ASSOCIATES, CPAs

A handwritten signature in black ink that reads "Robert Baker and Associates". The signature is written in a cursive, flowing style. Below the signature is a horizontal line.

Certified Public Accountants  
Albany, Georgia  
November 20, 2025

GATEWAY COMMUNITY SERVICE BOARD  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED  
For The Fiscal Year Ended June 30, 2025

-NONE-

GATEWAY COMMUNITY SERVICE BOARD  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

For The Fiscal Year Ended June 30, 2025

-NONE-