



A Component of The Arc of the St. Johns, Inc.

FINANCIAL STATEMENTS FOR THE
YEARS ENDED JUNE 30, 2025 AND 2024,
INDEPENDENT AUDITORS' REPORT AND
ADDITIONAL REPORTS

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Therapeutic Learning Center Charter School
a Component of the Arc of the St. Johns, Inc.
St. Augustine, Florida

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Therapeutic Learning Center Charter School ("TLC"), a component of the Arc of the St. Johns, Inc., which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

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

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 TLC 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 TLC's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to the risks. Such procedures included 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 TLC'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 TLC's ability to continue as a going concern for a reasonable period of time.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 12, 2024, on our consideration of TLC'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 TLC's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering TLC's internal control over financial reporting and compliance.

Neville Wainio CPAS

St. Augustine, Florida
August 11, 2025

**THERAPEUTIC LEARNING CENTER CHARTER SCHOOL
A COMPONENT OF THE ARC OF THE ST. JOHNS, INC.**

**STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2025 AND 2024**

ASSETS

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents	\$ 382,538	\$ 303,730
Due from St. Johns County School District	-	2,731
Prepaid expenses and other assets	337	12,775
Leasehold improvements and equipment - net	<u>42,678</u>	<u>49,047</u>
 Total Assets	 <u>\$ 425,553</u>	 <u>\$ 368,283</u>

LIABILITIES AND NET ASSETS

Accounts payable	\$ 23,046	\$ 7,778
Accrued expenses	16,808	8,572
Due to The Arc of the St. Johns, Inc.	19,340	19,983
Due to St. Johns County School District	<u>30,034</u>	<u>-</u>
 Total Liabilities	 <u>89,228</u>	 <u>36,333</u>
 Net Assets:		
Net assets without donor restrictions	<u>336,325</u>	<u>331,950</u>
 Total Liabilities and Net Assets	 <u>\$ 425,553</u>	 <u>\$ 368,283</u>

**THERAPEUTIC LEARNING CENTER CHARTER SCHOOL
A COMPONENT OF THE ARC OF THE ST. JOHNS, INC.**

**STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

	<u>2025</u>	<u>2024</u>
Revenues:		
St. Johns County School Board	\$ 594,127	\$ 372,630
Contributions	59,546	29,373
Investment income	3,435	4,534
Gain/(Loss) on sale of assets	-	(2,624)
Total revenues	<u>657,108</u>	<u>403,913</u>
Expenses:		
Program services	625,102	520,689
Management and general	27,631	24,303
Total expenses	<u>652,733</u>	<u>544,992</u>
Changes in net assets without donor restrictions	4,375	(141,079)
NET ASSETS WITHOUT DONOR RESTRICTIONS, BEGINNING OF YEAR	<u>331,950</u>	<u>473,029</u>
NET ASSETS WITHOUT DONOR RESTRICTIONS, END OF YEAR	<u>\$ 336,325</u>	<u>\$ 331,950</u>

See notes to the financial statements.

**THERAPEUTIC LEARNING CENTER CHARTER SCHOOL
A COMPONENT OF THE ARC OF THE ST. JOHNS, INC.**

**STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

	2025		
	Program Services	Management and General	Total
Salaries and wages	\$ 296,963	\$ 8,319	\$ 305,282
Employee benefits	21,973	1,189	23,162
Payroll taxes	22,297	568	22,865
Administrative Costs	-	5,019	5,019
Occupancy expenses	87,395	1,853	89,248
Supplies	8,236	93	8,329
Insurance	-	1,017	1,017
Office supplies and expenses	19,719	265	19,984
Professional fees	144,768	5,600	150,368
Other	12,219	1,330	13,549
Depreciation	11,532	2,378	13,910
Total Expenses	\$ 625,102	\$ 27,631	\$ 652,733

**THERAPEUTIC LEARNING CENTER CHARTER SCHOOL
A COMPONENT OF THE ARC OF THE ST. JOHNS, INC.**

**STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

	2024		
	Program Services	Management and General	Total
Salaries and wages	\$ 238,804	\$ 7,957	\$ 246,761
Employee benefits	16,013	534	16,547
Payroll taxes	18,682	623	19,305
Occupancy expenses	88,329	2,943	91,272
Supplies	3,633	121	3,754
Office supplies and expenses	12,518	416	12,934
Professional fees	124,109	11,111	135,220
Other	8,783	293	9,076
Depreciation	<u>9,818</u>	<u>305</u>	<u>10,123</u>
 Total Expenses	 <u>\$ 520,689</u>	 <u>\$ 24,303</u>	 <u>\$ 544,992</u>

**THERAPEUTIC LEARNING CENTER CHARTER SCHOOL
A COMPONENT OF THE ARC OF THE ST. JOHNS, INC.**

**STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

	<u>2025</u>	<u>2024</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	\$ 4,375	\$ (141,079)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	11,532	9,818
Decrease (Increase) in due from St. Johns County School District	31,312	(2,731)
Decrease (increase) in prepaid expenses and other assets	12,438	(12,775)
Increase in accounts payable and other liabilities	23,502	3,567
(Increase) decrease in due to/from related party	<u>(642)</u>	<u>19,428</u>
Net Cash Provided (Used) by Operating Activities	<u>82,517</u>	<u>(123,772)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	(3,709)	(23,043)
Proceeds from the sale of assets	<u>-</u>	<u>(2,624)</u>
Net Cash (Used) by Investing Activities	<u>(3,709)</u>	<u>(25,667)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	78,808	(149,439)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>303,730</u>	<u>453,169</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u><u>\$ 382,538</u></u>	<u><u>\$ 303,730</u></u>

THERAPEUTIC LEARNING CENTER CHARTER SCHOOL A COMPONENT OF THE ARC OF THE ST. JOHNS, INC.

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Therapeutic Learning Center Charter School ("TLC") was established on September 20, 2000 and is a component of The Arc of the St. Johns, Inc. (the "Arc"). TLC provides an educational program designed to provide early intervention and learning opportunities for children with developmental delays or disabilities from two through five years of age who qualify for exceptional student education services and reside in St. Johns County.

TLC's primary revenue source is a charter agreement with the School Board of St. Johns County ("School Board").

TLC's charter agreement with the School Board is effective until June 30, 2029 and may be renewed by mutual written agreement of the parties pursuant to Florida law. At the end of the term of the charter, the School Board may choose not to renew the charter under grounds specified in the charter, in which case the School Board is required to notify TLC in writing at least ninety (90) days prior to the charter's expiration. Pursuant to Section 1002.33(8)(e), Florida statutes, TLC contract provides that in the event TLC is dissolved or terminated, any encumbered funds and all TLC property purchased with public funds automatically revert to the School Board. During the term of the charter, the School Board may also terminate the charter if good cause is shown.

Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Basis of Presentation

These financial statements are prepared on the accrual basis of accounting and focus on TLC's resources and activities as a whole. Net assets, revenues, expenses, distributions, gains and losses are classified based on the existence or absence of donor-imposed or other external restrictions. Accordingly, net assets of TLC and changes therein are classified and reported as follows:

- The change in net assets with donor restrictions.
- The change in net assets without donor restrictions.

Cash and Cash Equivalents

For purposes of the statements of financial position and the statements of cash flows, TLC considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

TLC maintains cash in one financial institution. The cash is fully insured through the Public Funds Collateralization Program.

Leasehold Improvements and Equipment

Leasehold improvements and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed on the straight-line method over the estimated useful lives of the assets (five to fifteen years). All acquisitions of equipment and all expenditures for renewals and improvements of \$1,000 and above are capitalized.

Public Support and Revenue

Grants and other contributions of cash and other assets are reported as donor restricted support if they are received with donor stipulations that limit the use of the donated assets. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as contributions without donor restrictions.

Revenues recognized from the School Board of St. Johns County (the "School Board") are pursuant to the funding provisions included in TLC's charter agreement. In accordance with funding provisions of the charter agreements and Section 1002.33, Florida Statutes, TLC reports the number of full-time equivalent (FTE) students and related data to the School Board. The School Board receives a five percent (5%) administrative fee based on unweighted full-time equivalent students from TLC, which is withheld from the respective payments.

Under the provisions of Section 1011.62, Florida Statutes, the District reports the number of FTE's and related data to the Florida Department of Education (the "Department") for funding through the Florida Education Finance Program ("FEFP"). Funding for TLC is adjusted during the year to reflect the revised calculations by the Department under the FEFP and the actual weighted FTE's reported by TLC during the designated FTE survey periods. The Department may also adjust subsequent fiscal period allocations based on an audit of TLC's compliance in determining and reporting FTE and related data. Generally, such adjustments are treated as reductions or additions of revenues in the year the adjustment are made.

Donated Services

No amounts have been reflected in the financial statements for donated services. TLC generally pays for services requiring specific expertise. However, individuals may volunteer their time and perform a variety of tasks that assist TLC with specific assistance programs, fundraising activities, and various committee assignments.

Administrative, Management and General Expense Allocation

Administrative, management and general expenses are allocated by the Arc to TLC based on the number of employees of TLC as a percentage of the total employees of the Arc.

**THERAPEUTIC LEARNING CENTER CHARTER SCHOOL
A COMPONENT OF THE ARC OF THE ST. JOHNS, INC.**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

Maintenance Expense Allocation

Maintenance expenses are allocated by the Arc to TLC based on the number of direct hours the maintenance staff works on TLC's occupied property as a percentage of the total hours of the maintenance staff.

Estimates

Management uses estimates and assumptions in preparing its financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities and the reported revenues and expenses. Actual results could differ from those estimates.

Income Tax Status

TLC is a component of the Arc which is exempt from federal and state income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the Arc qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as other than a private foundation under Section 509(a)(2).

The Arc evaluates its tax positions for any uncertainties based on the technical merits of the position taken. The Arc recognizes the tax benefit from any uncertain tax position only if it is more likely than not that the tax position will be upheld on examination by taxing authorities.

Currently, the tax years ended 2024, 2023 and 2022 are open and subject to examination by the Internal Revenue Service. However, the Arc is not currently under audit nor has the Arc been contacted by any of these jurisdictions.

Fair Value of Financial Instruments

The carrying amounts of cash and cash equivalents, accounts receivable, prepaid expenses and other assets, and accounts payable and accrued expenses approximate fair value due to the short maturity of these financial instruments.

Reclassifications

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current year financial statements.

2. MANAGEMENT OF LIQUIDITY

TLC has financial assets available within one year of the balance sheet date for general expenditures as follows.

	2025	2024
Financial assets at year end:		
Cash and cash equivalents	\$ 382,538	\$ 303,730
Due from St. Johns County School District	-	2,731
Prepaid expenses and other assets	337	12,775
Total financial assets at year end:	<u>382,875</u>	<u>319,236</u>
Financial assets available within one year	<u>\$ 382,875</u>	<u>\$ 319,236</u>

TLC manages their financial assets available within one year in an operating bank account.

3. LEASEHOLD IMPROVEMENTS AND EQUIPMENT - NET

Leasehold improvements and equipment consisted of the following:

	June 30, 2025		
	Cost	Accumulated Depreciation	Net Book Value
Leasehold improvements			
Furniture and equipment	\$ 137,274	\$ (100,823)	\$ 36,451
	<u>14,817</u>	<u>(8,590)</u>	<u>6,227</u>
Total	<u>\$ 152,091</u>	<u>\$ (109,413)</u>	<u>\$ 42,678</u>
June 30, 2024			
	Cost	Accumulated Depreciation	Net Book Value
Leasehold improvements			
Furniture and equipment	\$ 134,894	\$ (91,347)	\$ 43,547
	<u>12,033</u>	<u>(6,533)</u>	<u>5,500</u>
Total	<u>\$ 146,927</u>	<u>\$ (97,880)</u>	<u>\$ 49,047</u>

4. SIGNIFICANT CONCENTRATIONS OF REVENUE

TLC recognizes revenue from the School Board that represents approximately ninety-two percent (90%) and ninety-nine percent (92%) of total revenues for the the years ended June 30, 2025 and 2024, respectively. The School Board receives a five percent (5%) administrative fee based on unweighted full-time equivalent students from TLC, which is withheld from the respective payments. Administrative fees incurred for the years ended June 30, 2025 and 2024 were \$7,515 and \$5,374, respectively.

**THERAPEUTIC LEARNING CENTER CHARTER SCHOOL
A COMPONENT OF THE ARC OF THE ST. JOHNS, INC.**

NOTES TO FINANCIAL STATEMENTS

5. DESCRIPTION OF PROGRAM SERVICES

TLC provides education programs for children who have developmental delays, cerebral palsy, hearing deficits and other related disabilities.

6. CONTINGENCIES

The State of Florida and St. Johns County funded programs are subject to special audits. Such audits could result in claims against the resources of TLC for disallowed costs or noncompliance with grantor restrictions. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, cannot be determined at this date.

7. RELATED PARTY

TLC is a component of the Arc. TLC relies on the Arc's administrative staff for accounting, human resources and management oversight. During the years ended June 30, 2025 and 2024, TLC incurred administrative expenses provided by the Arc of \$27,631 and \$24,303, respectively.

TLC conducts its education programs in a facility owned by the Arc. The Arc charges TLC monthly for the occupancy of the facility. Total amount of the occupancy expenses were \$50,000 and \$48,000 for the years ended June 30, 2025 and 2024, respectively.

The Arc charges TLC for maintenance expenses related to the occupancy of its facility. During the years ended June 30, 2025 and 2024, TLC incurred maintenance expenses provided by the Arc of \$20,158 and \$24,135, respectively.

TLC had due to/from balances with Arc as presented on the statements of financial position at June 30, 2025 and 2024, respectively.

8. SUBSEQUENT EVENTS

TLC has evaluated events and transactions for potential recognition or disclosure in the financial statements through August 11, 2025, the date the financial statements were available to be issued.

ADDITIONAL REPORTS



NEVILLE WAINIO CPAs

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

To the Board of Directors
Therapeutic Learning Center Charter School
a Component of the Arc of the St. Johns, Inc.
St. Augustine, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Therapeutic Learning Center Charter School ("TLC"), a component of the Arc of the St. Johns, Inc., which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated August 11, 2025.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether TLC's financial statements are free of 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 provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Neville Wainio CPAs

St. Augustine, Florida
August 11, 2025



NEVILLE WAINIO CPAs

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MANAGEMENT LETTER

To the Board of Directors
Therapeutic Learning Center Charter School
a Component of the Arc of the St. Johns, Inc.
St. Augustine, Florida

Report on the Financial Statements

We have audited the financial statements of Therapeutic Learning Center Charter School ("TLC"), Florida, a component of the Arc of the St. Johns, Inc., as of and for the fiscal year ended June 30, 2025, and have issued our report thereon dated August 11, 2025.

Auditor's Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; the audit requirement of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements For Federal Awards (Uniform Guidance); and Chapter 10.850, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*. Disclosures in this report, which is dated August 11, 2025, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.854(1)(e)1, *Rules of the Auditor General*, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. No such findings or recommendations were made in the preceding annual financial audit report; therefore, corrective actions were not necessary.

Official Title

Section 10.854(1)(e)5, *Rules of the Auditor General*, requires the name or official title of the entity. The official title of the entity is Therapeutic Learning Center Charter School - a component of the Arc of the St. Johns, Inc.

Financial Condition and Management

Sections 10.854(1)(e)2 and 10.855(11), *Rules of the Auditor General*, requires that we report the results of our determination as to whether or not TLC has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with our audit, we determined that TLC did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.854(1)(e)6.a and 10.855(12), *Rules of the Auditor General*, we applied financial condition assessment procedures for TLC. It is management's responsibility to monitor TLC's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

Transparency

Sections 10.854(1)(e)7 and 10.855(13), *Rules of the Auditor General*, require that we report the results of our determination as to whether the TLC maintains on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes. In connection with our audit, we determined that TLC maintained on its Web site the information specified in Section 1002.33(9)(p), Florida Statutes.

To the Board of Directors
Therapeutic Learning Center Charter School
a Component of the Arc of the St. Johns, Inc.

Additional Matters

Section 10.854(1)(e)4, *Rules of the Auditor General*, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter

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

Neville Wainio CPAS

St. Augustine, Florida
August 11, 2025

**THERAPEUTIC LEARNING CENTER CHARTER SCHOOL
A COMPONENT OF THE ARC OF THE ST. JOHNS, INC.**

**SCHEDULE OF FUNCTIONAL EXPENSES (ST. JOHNS COUNTY SCHOOL DISTRICT FORMAT)
FOR THE YEAR ENDED JUNE 30, 2025**

<u>Function</u>	<u>Account Number</u>	<u>Expenses</u>
Instruction	5000	\$ 508,003
Instruction and curriculum development services	6300	11,549
School administration	7300	79,570
Facilities acquisition and construction	7400	-
Operations of plant	7900	11,432
Maintenance of plant	8100	27,940
Administrative technology services	8200	2,707
Unallocated depreciation/amortization expense		<u>11,532</u>
 Total expenses by function		<u>\$ 652,733</u>