

L'ARCHE JACKSONVILLE, INC.

FINANCIAL STATEMENTS

Years Ended June 30, 2023 and 2022

L'ARCHE JACKSONVILLE, INC.

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## INDEPENDENT AUDITORS' REPORT

Board of Directors  
L'Arche Jacksonville, Inc.  
Jacksonville, Florida

### ***Opinion***

We have audited the accompanying financial statements of L'Arche Jacksonville, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2023 and 2022, 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 L'Arche Jacksonville, Inc. as of June 30, 2023 and 2022, 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 audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of L'Arche Jacksonville, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about L'Arche Jacksonville, Inc.'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 is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

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



The Forde Firm, LLC  
Jacksonville, Florida  
September 8, 2023

L'ARCHE JACKSONVILLE, INC.  
STATEMENTS OF FINANCIAL POSITION

June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
<u>ASSETS</u>		
Cash and cash equivalents (Note 2)	\$ 179,129	\$ 518,545
Investments (Note 6)	304,294	288,996
Prepaid Expenses	10,313	-
	493,736	807,541
Total Current Assets		
Fixed assets, at cost less accumulated depreciation of \$1,314,680 and \$1,248,979 in 2023 and 2022, respectively (Note 2)	1,379,417	1,280,565
Other assets	1,270	1,270
	\$ 1,874,423	\$ 2,089,376
Total Assets		

LIABILITIES AND NET ASSETS

Liabilities:

Accounts payable and accrued expenses	\$ 61,633	\$ 78,372
Deferred revenue	17,386	514,169
	79,019	592,541
Total Current Liabilities		
Total Liabilities	79,019	592,541

Net Assets:

Without Donor Restrictions - Board Designated (Note 3)	311,863	216,254
Without Donor Restrictions - Property	1,106,448	1,007,596
With Donor Restrictions (Note 4)	377,093	272,985
	1,795,404	1,496,835
Total Net Assets		
Total Liabilities and Net Assets	\$ 1,874,423	\$ 2,089,376

See Notes to Financial Statements.

L'ARCHE JACKSONVILLE, INC.  
STATEMENTS OF ACTIVITIES  
For The Years Ended June 30, 2023 and 2022

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>PUBLIC SUPPORT, REVENUE AND OTHER SUPPORT</b>						
Grants and Public Support:						
Grants	\$ 75,092	\$ -	\$ 75,092	\$ 85,925	\$ -	\$ 85,925
Contributions	653,691	219,007	872,698	254,200	72,935	327,135
In-kind contributions, (Note 7)	13,662	-	13,662	15,747	-	15,747
Total Grants and Public Support	<u>742,445</u>	<u>219,007</u>	<u>961,452</u>	<u>355,872</u>	<u>72,935</u>	<u>428,807</u>
Revenue:						
Special events (net of direct costs of \$26,916 and \$22,681 in 2023 and 2022, respectively)	72,396	-	72,396	73,946	-	73,946
Program service fees	1,065,424	-	1,065,424	957,840	-	957,840
Investment income	3,065	-	3,065	4,643	-	4,643
Other	48,560	-	48,560	25,043	-	25,043
Total Revenue	<u>1,189,445</u>	<u>-</u>	<u>1,189,445</u>	<u>1,061,472</u>	<u>-</u>	<u>1,061,472</u>
Total Public Support, Revenue and Other Support	<u>1,931,890</u>	<u>219,007</u>	<u>2,150,897</u>	<u>1,417,344</u>	<u>72,935</u>	<u>1,490,279</u>
Net Assets Released from Restrictions:						
Restrictions satisfied by payments	114,899	(114,899)	-	291,650	(291,650)	-
Total Public Support, Revenue and Other Support and Net Assets Released from Restrictions	<u>2,046,789</u>	<u>104,108</u>	<u>2,150,897</u>	<u>1,708,994</u>	<u>(218,715)</u>	<u>1,490,279</u>
Expenses:						
Program services	1,697,163	-	1,697,163	1,398,913	-	1,398,913
Supporting service expenses:						
Management and general	66,937	-	66,937	96,241	-	96,241
Fundraising	97,298	-	97,298	98,533	-	98,533
Total Expenses	<u>1,861,398</u>	<u>-</u>	<u>1,861,398</u>	<u>1,593,687</u>	<u>-</u>	<u>1,593,687</u>
CHANGE IN NET ASSETS BEFORE INVESTMENT GAINS (LOSSES)	185,391	104,108	289,499	115,307	(218,715)	(103,408)
NET APPRECIATION IN INVESTMENTS						
Unrealized gain (loss)	9,070	-	9,070	(32,427)	-	(32,427)
INCREASE (DECREASE) IN NET ASSETS	194,461	104,108	298,569	82,880	(218,715)	(135,835)
Net Assets, Beginning of Year	<u>1,223,850</u>	<u>272,985</u>	<u>1,496,835</u>	<u>1,140,970</u>	<u>491,700</u>	<u>1,632,670</u>
Net Assets, End of Year	<u>\$ 1,418,311</u>	<u>\$ 377,093</u>	<u>\$ 1,795,404</u>	<u>\$ 1,223,850</u>	<u>\$ 272,985</u>	<u>\$ 1,496,835</u>

See Notes to Financial Statements.

L'ARCHE JACKSONVILLE, INC.  
STATEMENTS OF FUNCTIONAL EXPENSES  
For The Years Ended June 30, 2023 and 2022

	2023				2022				
	Program Services	Supporting Services Management and General		Fundraising	Total	Program Services	Supporting Services Management and General		Fundraising
Salaries	\$ 1,033,156	\$ 31,546	\$ 24,270	\$ 1,088,972	\$ 735,950	\$ 29,640	\$ 60,153	\$ 825,743	
Employee benefits	135,309	16,828	(4,012)	148,125	122,098	15,885	12,354	150,337	
Payroll taxes	78,349	2,404	1,852	82,605	56,208	2,219	4,156	62,583	
Automobile and travel	9,851	-	-	9,851	12,773	-	-	12,773	
Direct services	37,815	-	-	37,815	57,371	-	-	57,371	
Dues and licenses	33,102	2,371	-	35,473	31,698	1,118	-	32,816	
Insurance	66,985	3,163	-	70,148	68,365	3,262	-	71,627	
Food	41,433	-	-	41,433	47,654	-	-	47,654	
In-Kind Donations	13,662	-	-	13,662	15,747	-	-	15,747	
Legal and professional	6,212	5,507	57,785	69,504	4,249	37,624	4,785	46,658	
Maintenance and repairs	30,893	-	-	30,893	34,668	-	-	34,668	
Conferences and retreats	13,264	-	-	13,264	5,726	-	-	5,726	
Training and continuing education	3,382	-	-	3,382	3,275	-	-	3,275	
Miscellaneous	7,966	1,833	12,122	21,921	29,734	987	11,715	42,436	
Supplies	18,175	-	243	18,418	21,590	2,446	113	24,149	
Recreation	6,629	-	-	6,629	5,348	-	-	5,348	
Postage, printing and promotional	9,194	-	5,038	14,232	8,396	-	5,257	13,653	
Telephone	6,820	-	-	6,820	8,137	-	-	8,137	
Utilities	82,550	-	-	82,550	71,787	-	-	71,787	
<b>Total before depreciation</b>	<b>1,634,747</b>	<b>63,652</b>	<b>97,298</b>	<b>1,795,697</b>	<b>1,340,774</b>	<b>93,181</b>	<b>98,533</b>	<b>1,532,488</b>	
Depreciation	62,416	3,285	-	65,701	58,139	3,060	-	61,199	
<b>Total</b>	<b>\$ 1,697,163</b>	<b>\$ 66,937</b>	<b>\$ 97,298</b>	<b>\$ 1,861,398</b>	<b>\$ 1,398,913</b>	<b>\$ 96,241</b>	<b>\$ 98,533</b>	<b>\$ 1,593,687</b>	

See Notes to Financial Statements.

L'ARCHE JACKSONVILLE, INC.  
STATEMENTS OF CASH FLOWS  
For The Years Ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 298,569	\$ (135,835)
Adjustments to reconcile change in net assets to net cash provided in operating activities:		
Depreciation	65,701	61,199
Decrease (increase) in prepaids	(10,313)	-
Increase (decrease) in deferred revenue	(496,783)	514,169
Increase (decrease) in accounts payable	<u>(16,739)</u>	<u>10,155</u>
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>(159,565)</b>	<b>449,688</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Additions to fixed assets	(164,553)	(107,222)
Disposals of fixed assets	-	18,574
Decrease (Increase) in investments	<u>(15,298)</u>	<u>(68,720)</u>
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<b>(179,851)</b>	<b>(157,368)</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(339,416)</b>	<b>292,320</b>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u><b>518,545</b></u>	<u><b>226,225</b></u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u><u><b>\$ 179,129</b></u></u>	<u><u><b>\$ 518,545</b></u></u>
<b>Supplementary Disclosure of Cash Flow Information:</b>		
Interest expense paid	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Income taxes paid	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See Notes to Financial Statements.



L'ARCHE JACKSONVILLE, INC.

NOTES TO FINANCIAL STATEMENTS  
June 30, 2023 and 2022

1. NATURE OF ORGANIZATION:

L'Arche Jacksonville, Inc. was incorporated on November 30, 1992 to operate as "L'Arche Harbor House". In 2015, the name was changed to L'Arche Jacksonville, Inc. to reflect its alignment with the national L'Arche community. L'Arche Jacksonville, Inc. is engaged in providing housing and services for disabled persons. Its major sources of revenue are program service fees and contributions.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

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:

In accordance with FASB ASC 958, the Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

*Net assets without donor restrictions* – Net assets representing resources generated from operations that are not subject to donor-imposed stipulations and may be expended for any purpose in performing the primary objectives of the Organization. The Organization's board may designate assets without restrictions for specific operational purposes from time to time.

*Net assets with donor restrictions* – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Reclassifications

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

Expense Allocation:

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

L'ARCHE JACKSONVILLE, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2023 and 2022

-continued-

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Income Taxes:

L'Arche Jacksonville is exempt from federal taxation under Internal Revenue Code Section 501(c)(3). The Organization is not a private foundation. Management evaluated the Organization's tax positions and concluded that the Organization had maintained its exempt status and had taken no uncertain tax positions that require adjustment to the financial statements. Therefore, no provision or liability for income taxes has been included in the financial statements. The Organization's Forms 990, *Return of Organization Exempt from Income Tax*, are subject to examination by the IRS, generally for 3 years after they were filed.

Cash and Cash Equivalents:

Cash and cash equivalents include funds on hand, checking accounts, savings accounts, and money market funds, if not otherwise held for long-term purposes.

Revenue and Support With and Without Donor Restrictions:

Contributions received are recorded as net assets with or without donor restrictions depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

Use of Estimates:

Preparation of the Organization's financial statements in conformity with generally accepted accounting principles requires the use of management's estimates, primarily related to the collectability of receivables, market value of investments, and depreciable lives of fixed assets. The nature of those estimates however, is such that variances in actual results are generally immaterial.

Fair Values of Financial Instruments

Generally accepted accounting principles require certain financial instruments to be recorded at fair value. Changes in methods of estimation could affect the fair value estimates; however, such changes are not expected to have a material impact on the organization's financial position, activities or cash flows. Cost approximates fair value for certain other investments, short term debt, and cash equivalents.

L'ARCHE JACKSONVILLE, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2023 and 2022

-continued-

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Fixed Assets and Depreciation:

Fixed assets are depreciated using the straight-line method over the estimated useful lives (ranging from 5 to 40 years) of the assets. Fixed asset additions of \$500 and greater are capitalized.

Fixed assets consist of the following:

	<u>2023</u>	<u>2022</u>
Land	\$ -0-	\$ -0-
Buildings	1,582,516	1,568,969
Construction in progress	-0-	-0-
Leasehold improvements	821,965	737,428
Furniture and equipment	98,393	89,645
Therapy Pool	-0-	-0-
Transportation equipment	<u>191,223</u>	<u>133,502</u>
	2,694,097	2,529,544
Less: Accumulated depreciation	<u>1,314,680</u>	<u>1,248,979</u>
	<u>\$ 1,379,417</u>	<u>\$1,280,565</u>

Leasehold improvements consist of buildings and improvements located on property owned by the Catholic Diocese of St. Augustine. The land is rent free from the Diocese through 2025.

3. NET ASSETS WITHOUT DONOR RESTRICTIONS – BOARD DESIGNATED:

The Board of Directors of L'Arche Jacksonville has designated that up to three years of expenses be reserved for future operations as funds permit. The amount available at June 30, 2023 represents less than one year.

4. NET ASSETS WITH DONOR RESTRICTIONS:

As of June 30, 2023 and 2022, there were net assts with donor restrictions as follows:

	<u>2023</u>	<u>2022</u>
Capital campaign/facilities	\$ 104,124	\$ 16
Dexter/Live Oak property	<u>272,969</u>	<u>272,969</u>
Total	<u>\$ 377,093</u>	<u>\$ 272,985</u>

L'ARCHE JACKSONVILLE, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2023 and 2022

-continued-

5. RETIREMENT PLAN:

The Organization sponsors a defined contribution pension plan that covers all employees with over three years' employment. Contributions to the plan are based on 5% of each eligible employee's salary. The amount of pension expense was \$27,562 and \$18,249 for 2023 and 2022, respectively.

6. INVESTMENTS:

The Organization has categorized its financial instruments based on a three-level fair value hierarchy as follows:

Level 1 – Values are based on quoted prices for identical assets in an active market.

Level 2 – Values are based on quoted prices for similar assets in active or inactive markets.

Level 3 – Values are based on unobservable inputs to measure fair value to the extent that observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the asset or liability at the measurement date.

The fair value measurement objective is to determine an exit price from the perspective of a market participant that holds the asset or owes the liability. Therefore, unobservable inputs reflect the Organization's judgment about the assumptions that market participants would use in pricing the asset or liability (including assumptions about risk). Unobservable inputs are developed based on the best information available in the circumstances, which might include the Organization's own data.

Following is a description of the valuation methodologies used for assets measured at fair value on a recurring basis as of June 30, 2023 and 2022.

*Registered investment companies (Mutual Funds):* Valued at the net asset value (NAV) of shares held by the Organization at year-end.

Fair values of assets measured on a recurring basis at June 30, 2023, are as follows:

	<u>Fair Value</u>	<u>Level 1 Inputs</u>
Equity Securities	\$ 35,064	\$ 35,064
Mutual Funds	<u>269,230</u>	<u>269,230</u>
Total	<u>\$ 304,294</u>	<u>\$ 304,294</u>

L'ARCHE JACKSONVILLE, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2023 and 2022

-continued-

6. INVESTMENTS:(continued):

Fair values of assets measured on a recurring basis at June 30, 2022, are as follows:

	<u>Fair Value</u>	<u>Level 1 Inputs</u>
Equity Securities	\$ 27,457	\$ 27,457
Mutual Funds	<u>261,539</u>	<u>261,539</u>
Total	<u>\$ 288,996</u>	<u>\$ 288,996</u>

The Organization held no assets valued at Level 2 or Level 3 inputs at June 30, 2023 or 2022.

Investments in marketable securities are stated at market value. Realized and unrealized gains and losses are recognized in the Statement of Activities.

Investments are reported at market value at June 30, 2023 and 2022 and are comprised of the following:

For the Year Ending June 30, 2023:

	<u>Cost</u>	<u>Market</u>	<u>Unrealized Appreciation (Depreciation)</u>
Equity Securities	\$ 23,203	\$ 35,064	\$ 11,861
Mutual Funds	<u>285,351</u>	<u>269,230</u>	<u>(16,121)</u>
	<u>\$ 308,554</u>	<u>\$ 304,294</u>	<u>\$ (4,260)</u>

For the Year Ending June 30, 2022:

	<u>Cost</u>	<u>Market</u>	<u>Unrealized Appreciation (Depreciation)</u>
Equity Securities	\$ 21,712	\$ 27,457	\$ 5,745
Mutual Funds	<u>282,157</u>	<u>261,539</u>	<u>(20,618)</u>
	<u>\$ 303,869</u>	<u>\$ 288,996</u>	<u>\$ (14,873)</u>

L'ARCHE JACKSONVILLE, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2023 and 2022

-continued-

6. INVESTMENTS:(continued):

Investment income is summarized as follows:

	<u>2023</u>	<u>2022</u>
Dividend income	\$ 9,290	\$ 5,297
Interest income	3,137	96
Realized gains (losses)	(6,956)	1,920
Investment management fees	<u>(2,406)</u>	<u>(2,670)</u>
Net Investment Income	<u>\$ 3,065</u>	<u>\$ 4,643</u>

7. CONTRIBUTIONS IN-KIND:

During the current fiscal year L'Arche Jacksonville received in-kind donations of goods and services from many individuals and organizations. The total value of these items was \$13,662.

In-kind donations are measured at their fair value. The Financial Accounting Standards Board (FASB) in its Accounting Standards Codification 820 provides a single definition of fair value and established a three-tier hierarchy which is described below.

Level 1 – In-kind donations for which there are readily available prices in active markets for identical items.

Level 2 – In-kind donations for which there is publicly available information about similar items in inactive markets, such as auction websites.

Level 3 – In-kind donations for which little publicly available information is available, and unobservable inputs may be used to measure fair value.

The in-kind contributions valued above are considered Level 2.

L'ARCHE JACKSONVILLE, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2023 and 2022

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8. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

Financial assets available for general expenditure without donor restrictions limiting their use within one year of the statement of financial position date consist of the following:

	<u>2023</u>	<u>2022</u>
Cash	\$ 179,129	\$ 518,545
Liquid Investments	<u>304,294</u>	<u>288,996</u>
	483,423	807,541
Less Funds Held with Donor Restrictions	<u>(377,093)</u>	<u>(272,985)</u>
Funds available for use within one year	<u>\$ 106,330</u>	<u>\$ 534,556</u>

As part of L'Arche's liquidity management, it invests cash in excess of daily requirements in highly liquid short-term investments.

9. LIFE ESTATE:

Funds were donated in the fiscal year for the purchase of a property by L'Arche Jacksonville, Inc. This property is to be occupied by a specified individual with a below market lease, \$1 per year, for the remainder of his life. Due to the nature of the lease, the care team's workload, and other factors, the lease has not been executed as of the date of these financial statements. The tenant's life expectancy is short; however, there is no specific determination. The property is listed in the fixed assets of the Organization and is set aside as a net asset with donor restrictions. The insurance on the property is maintained L'Arche Jacksonville, Inc., with renters' coverage maintained by the occupants. The property is valued at \$272,969 based on the funds transferred at closing to cover needed improvements and the improvements invoice. We are not able to determine a net present value of the property based on the above factors as is required for life estates.

10. SUBSEQUENT EVENTS:

In preparing these financial statements, L'Arche Jacksonville, Inc. evaluated events and transactions for potential recognition or disclosure through September 8, 2023, the date the financial statements were available to be issued. Material subsequent events that have occurred since June 30, 2023 that would require recognition or disclosure in the financial statements are noted above.