

ALMOST HOME, INC.
(a non-profit corporation)

**FINANCIAL STATEMENTS and
INDEPENDENT AUDITORS' REPORT**

JUNE 30, 2021

ALMOST HOME, INC.
(a non-profit corporation)

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FEIS & COMPANY, P.C.

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ROBERT R. FEIS, CPA

INDEPENDENT AUDITORS' REPORT

Board of Directors
Almost Home, Inc.
Brighton, Colorado

Opinion

We have audited the accompanying financial statements of Almost Home, Inc. (a non-profit corporation), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Almost Home, Inc. as of June 30, 2021, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Almost Home, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Almost Home, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' 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 Almost Home, 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 Almost Home, 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.

Other Reporting Required by Government Auditing Standards

The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements and Cost Principles, and Audit Requirements for Federal Awards, and is not a required part of the financial statements.

The Schedule of Expenditures of Federal Awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the financial statements as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 11, 2022, on our consideration of Almost Home Inc.'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 the Organization'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 the Organization's internal control over financial reporting and compliance.

Feis & Co., P.C.

CERTIFIED PUBLIC ACCOUNTANTS
Brighton, CO

February 11, 2022

ALMOST HOME, INC.
(a non-profit corporation)
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2021

ASSETS

Current Assets	
Cash - Unrestricted	\$ 100,341
Beneficial interest in Community First Foundation	705,772
Grants and accounts receivable (net of allowance for doubtful accounts of \$0)	343,276
Total Current Assets	1,149,389
Property and Equipment (Note 1)	
Shelter and improvements	442,127
Office furniture and equipment	57,099
Total Property and Equipment	499,226
Less Accumulated Depreciation	(269,477)
Net Property and Equipment	229,749
Total Assets	\$ 1,379,138

LIABILITIES AND NET ASSETS

Current Liabilities	
Accounts payable	\$ 84,652
Current portion of long-term debt	25,000
Total Current Liabilities	109,652
Long-Term Debt	26,387
Total Liabilities	136,039
Net Assets (Note 2)	
Without donor restrictions	1,146,873
With donor restrictions	96,226
Total Net Assets	1,243,099
Total Liabilities and Net Assets	\$ 1,379,138

See independent auditors' report.
The accompanying notes on pages 6 to 13 are an
integral part of the financial statements.

ALMOST HOME, INC.
(a non-profit corporation)
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Totals
<u>Support & Other Revenue</u>			
Grants and contributions	\$ 2,527,948	\$ 259,771	\$ 2,787,719
Miscellaneous income	47,361	-	47,361
Net assets released from restriction	259,771	(259,771)	-
Total General Support	2,835,080	-	2,835,080
Investment Income			
Interest & dividend income	1,156	-	1,156
Investment income - Community First	124,256	-	124,256
Net Investment Income	125,412	-	125,412
Total Support & Other Revenue	2,960,492	-	2,960,492
<u>Expenses</u>			
Program Services			
Rental assistance	2,247,389	-	2,247,389
Shelter assistance	189,854	-	189,854
Total Program Services	2,437,243	-	2,437,243
Supporting Services			
General and administrative	227,439	-	227,439
Fundraising events	119,645	-	119,645
Total Supporting Services	347,084	-	347,084
Total Expenses	2,784,327	-	2,784,327
<u>Other Income (Expenses)</u>			
Total Other Income	-	-	-
Increase (decrease) in Net Assets	176,165	-	176,165
Net assets, beginning of year	970,708	96,226	1,066,934
Net assets, end of year	\$ 1,146,873	\$ 96,226	\$ 1,243,099

See independent auditors' report.
The accompanying notes on pages 6 to 13 are an
integral part of the financial statements.

ALMOST HOME, INC.
(a non-profit corporation)
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021

<u>Functional Expenses</u>	<u>PROGRAM SERVICES</u>		<u>SUPPORTING SERVICES</u>		<u>Total</u>
	<u>Rental Assistance</u>	<u>Shelter Assistance</u>	<u>General and Administrative</u>	<u>Fundraising Events</u>	
Client assistance	\$ 1,948,328	\$ -	\$ -	\$ -	\$ 1,948,328
Shelter supplies	-	30,562	-	-	30,562
Fund raising expenses	-	-	-	24,779	24,779
Salaries	271,846	92,931	17,602	85,920	468,299
Payroll taxes	27,215	9,303	1,762	8,601	46,881
Insurance	-	-	11,789	-	11,789
Employee benefits	-	-	46,740	-	46,740
General & administrative	-	1,905	68,217	80	70,202
Office expenses	-	-	27,772	265	28,037
Property taxes	-	166	-	-	166
Professional fees	-	-	46,178	-	46,178
Repairs and maintenance	-	17,866	-	-	17,866
Utilities	-	11,328	7,379	-	18,707
Depreciation & amortization	-	25,793	-	-	25,793
Totals	\$ 2,247,389	\$ 189,854	\$ 227,439	\$ 119,645	\$ 2,784,327

See independent auditors' report.
The accompanying notes on pages 6 to 13 are an
integral part of the financial statements.

STATEMENT OF CASH FLOWS

ALMOST HOME, INC.
(a non-profit corporation)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2021

DIRECT METHOD

Cash flows from operating activities	
Cash contributions and grants received	\$ 2,672,149
Interest received on cash funds	1,156
Cash operating expenses paid	<u>(2,684,616)</u>
Net cash provided (used) by operating activities	<u>(11,311)</u>
Cash flows from investing activities	
Purchases of property and equipment	(33,780)
Proceeds from investments	<u>23,294</u>
Net cash provided (used) by investing activities	<u>(10,486)</u>
Cash flows from financing activities	
Net proceeds (payments) of long-term debt	<u>51,387</u>
Net cash provided (used) by financing activities	<u>51,387</u>
Net increase (decrease) in cash and cash equivalents	29,590
Cash and cash equivalents at beginning of year	<u>70,751</u>
Cash and cash equivalents at end of year	\$ <u><u>100,341</u></u>

**Reconciliation of Net Cash Provided (Used) by
Operating Activities to Increase (Decrease) in Net Assets**

Increase (Decrease) in Net Assets	\$	176,165
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation & amortization		25,793
Investment income - Community First		(124,256)
PPP Loan Forgiveness		(46,886)
Changes in assets and liabilities		
(Increase) decrease in grants and accounts receivable		(116,045)
(Increase) decrease in prepaid expenses		799
Increase (decrease) in accounts payable		73,119
Increase (decrease) in accrued vacation		-
		<hr/>
Net cash provided (used) by operating activities	\$	<u><u>(11,311)</u></u>

See independent auditors' report.
The accompanying notes on pages 6 to 13 are an
integral part of the financial statements.

ALMOST HOME, INC.
(a non-profit corporation)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

1. Summary of Significant Accounting Policies

A. Purpose

Almost Home, Inc. is a Colorado non-profit corporation established in March 1993 to provide emergency shelter and housing assistance to low-income individuals and families. Case management services are also provided to clients in order to link them with the appropriate services and to increase their self-sufficiency. Program Services include the following:

Rental Assistance- The Organization provides rental and mortgage assistance to persons in need. These funds help to provide stability for those who found themselves unable to pay for rent. In some cases, the Organization can provide assistance towards a deposit when securing new housing.

Shelter Assistance- The Organization operates one of only three Family Emergency Shelters in all of Adams County. The family shelter can accommodate up to seven families at a time.

B. Basis of Accounting

The accrual basis of accounting is used for financial statement presentation. Under the accrual method of accounting, revenues and the related assets are recognized when earned rather than when received, and expenses and the related liabilities are recognized when incurred rather than when paid.

Annual operating budgets are prepared by management and approved by the Board of Directors. The budget is used as a guideline and control document for financial operations.

C. Property and Equipment

Property and equipment are recorded at cost and depreciated using the straight-line method over an estimated useful life of five to forty years. The half-year convention is used whereby one-half year's depreciation is taken in the year the asset is acquired and one-half year is taken in the year of disposition. Depreciation expense for the year was \$25,793. The Organization capitalizes all property and equipment with a cost (or fair value, if contributed) exceeding \$250 and having a useful life exceeding one year.

See independent auditors' report

ALMOST HOME, INC.
(a non-profit corporation)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

1. Summary of Significant Accounting Policies (continued)

D. Support

The Organization reports gifts of cash and other assets as restricted support if they are received with donor or grantor stipulations that limit the use of the donated assets. When a donor or grantor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restriction are reclassified to net assets without donor restriction. Grants and contributions restricted to future years are considered net assets with donor restriction.

E. Income Taxes

Almost Home, Inc. is exempt from income tax under Internal Revenue Code Section 501(c)(3). In accordance with accounting principles generally accepted in the United States of America, a private entity is required to disclose any material uncertain tax positions that management believes does not meet a “more-likely-than-not” standard of being sustained under an income tax audit and to record a liability for any such income tax, including penalties and related interest expense. Management has not identified any uncertain tax positions that require the recording of a liability mentioned above or further disclosure. Tax years 2018 through 2021 remain subject to inspection by the Internal Revenue Service.

F. Financial Statement Presentation

In accordance with the provisions of Statement of Financial Accounting Standards Codification 958, *Financial Statements of Not-for-Profit Organizations*, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restriction and net assets with donor restriction.

G. Estimates in the Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

See independent auditors' report

ALMOST HOME, INC.
(a non-profit corporation)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

1. Summary of Significant Accounting Policies (continued)

H. Cash and Cash Equivalents

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

I. Functional Expenses

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

J. Concentrations of Credit Risk

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents and accounts receivable. The Organization places its cash and cash equivalents with creditworthy, high-quality, financial institutions. Uninsured deposits are principally in the form of interest-bearing money market accounts. Concentration risks associated with accounts receivable are limited as no significant balances are due from any single entity.

As of June 30, 2021, the organization's cash deposits had a carrying balance of \$100,341 and corresponding bank balances as follows:

Insured Deposits	\$ 100,291
Cash on Hand	50
Uninsured Deposits	<u>---</u>
Total cash and cash equivalents	\$ <u>100,341</u>

See independent auditors' report

ALMOST HOME, INC.
(a non-profit corporation)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

1. Summary of Significant Accounting Policies (continued)

K. Asset Liquidity

From time to time, the Organization receives support from restricted contributions. Because a donors' restriction requires resources to be used in a particular manner in a future period, The Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditures within one year. As part of The Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. In addition, the Organization invests cash in excess of daily requirements in short term investments.

Financial assets at year end	\$ 1,149,389
Less: current liabilities	<u>(109,652)</u>
Financial assets available to meet cash needs for general expenditures within one year	\$ <u>1,039,737</u>

L. Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are stated at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets in the statement of activities.

2. Net Assets

The Organization is required to report information regarding its financial position and activities according to two classes of net assets: with donor restrictions and without donor restrictions. In addition, contributions received are recorded as with donor restrictions support based on the existence and nature of any donor restrictions. The two classes of net assets are as follows:

Without donor restrictions

Without donor restrictions are net assets currently available at the discretion of the Board for the use in the Organization's operations.

See independent auditors' report

ALMOST HOME, INC.
(a non-profit corporation)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

2. Net Assets (continued)

With donor restrictions

With donor restrictions are net assets which are stipulated by donors or grantors for specific operating purposes or future periods. As of June 30, 2021, the Organization held \$96,226 of net assets with donor restrictions.

3. Beneficial Interest in Community First Foundation

The Organization has an agreement with Community First Foundation (Community First) to manage an endowment fund. This fund is reported on the statement of financial position as a beneficial interest in Community First. The endowment fund is a board-designated endowment and annual withdrawals are limited to 4% of the current value of the investment.

Investments are stated at their fair values and consist of the following at June 30, 2021:

Equity securities	\$705,772
Total	\$705,772

Investment income is summarized as follows:

	2021
Interest and dividend income	\$ 12,703
Net realized and unrealized gains/(losses)	118,008
Less: investment management fees	(6,455)
	\$ 124,256

4. Fair Value Measurements

The carrying amounts reported in the statement of financial position for cash and cash equivalents, accounts receivable, accounts payable and accrued expenses approximate fair value because of the immediate or short-term maturities of these financial instruments.

See independent auditors' report

ALMOST HOME, INC.
(a non-profit corporation)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

4. Fair Value Measurements (continued)

In accordance with Statement of Financial Accounting Standards Codification 820, *Fair Value Measurements*, the Organization's investments are measured at fair value using a hierarchal disclosure framework which prioritizes and ranks the level of market price observability used. Market price observability is impacted by a number of factors, including the type of investment and the characteristics specific to the investment. Investments with readily available active quoted prices or for which fair value can be measured from actively quoted prices generally will have a higher degree of market price observability and a lesser degree of judgment used in measuring fair value.

Investments measured and reported at fair value are classified and disclosed in one of the following categories:

Level 1- Quoted prices are available in active markets for identical investments as of the reporting date. The types of investments included in Level 1 include mutual funds, listed equities, listed derivatives, cash, and cash equivalents.

Level 2- Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies. Investments which are generally included in this category include corporate and government bonds, less liquid and restricted equity securities, certain over-the-counter derivatives, and money market funds.

Level 3- Pricing inputs are unobservable for the investment and include situations where there is little, if any, market activity for the investment. The inputs into the determination of fair value require significant management judgment or estimation. Investments that are included in this category generally include limited partnership interests in corporate private equity and real estate funds, funds of hedge funds, and distressed debt. In certain cases, the inputs used to measure fair value may fall in to different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

See independent auditors' report

ALMOST HOME, INC.
(a non-profit corporation)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

4. Fair Value Measurements (continued)

The following table summarizes the valuation of the Organization's investments by the above fair value hierarchy levels:

As of June 30, 2021:

	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Equity securities	\$ 705,772	\$ 705,772	\$ -	\$ -
Totals	\$ 705,772	\$ 705,772	\$ -	\$ -

5. Office Lease

The Organization leases administrative office space from the City of Brighton through a signed lease agreement. The current lease agreement began on January 18, 2021 and ends on December 31, 2021 and is for a (1) year term with monthly lease payments totaling \$2,315 per month. Lease expense for the year ended June 30, 2021 was \$24,082. Future minimum lease payments for the year ending June 30, 2022 are \$13,890.

6. Lines of Credit

The Organization has two lines of credit as of June 30, 2021 as follows:

The first line of credit is through TBK Bank dated December 14, 2020 with a credit limit of \$25,000 and interest at 4.25%. Monthly interest-only payments are due beginning January 15, 2021. Accrued interest and all principle is due December 13, 2021. The loan is secured by the Organization's assets. The balance due on this loan as of June 30, 2021 was \$25,000.

The second line of credit is through Bank of Colorado dated June 17, 2021 with a credit limit of \$100,000 and interest based on the Wall Street Journal Prime rate plus 0.00%. Monthly interest-only payments are due beginning July 15, 2021. Accrued interest and all principle is due June 17, 2023. The loan is secured by the Organization's assets. The balance due on this loan as of June 30, 2021 was \$26,387.

See independent auditors' report

ALMOST HOME, INC.
(a non-profit corporation)
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

7. Payment Protection Program Loan (PPP Loan)

The Organization received a loan from TBK Bank in the amount of \$46,886 in fiscal year 2020 under the Paycheck Protection Program (PPP Loan) established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The loan was subject to a note dated April 28, 2020 and during the year ended June 30, 2021 the loan was forgiven in its entirety.

8. Covid-19 Pandemic

The COVID-19 pandemic developed rapidly in 2020, with a significant number of cases. Measures taken by various governments to contain the virus have affected economic activity. We have taken a number of measures to monitor and mitigate the effects of COVID-19, such as safety and health measures for our people (such as social distancing and working from home). At this stage, the impact on the Organization and results of operations has not been significant. We will continue to follow the various government policies and advice and, in parallel, we will do our utmost to continue our operations in the best and safest way possible without jeopardizing the health of our people.

9. Subsequent Events

In accordance with the provisions of Statement of Financial Accounting Standards Codification 855, Subsequent Events, management is required to evaluate, through the date the financial statements are issued or are available to be issued, events or transactions that may require recognition or disclosure in the financial statements, and to disclose the date through which subsequent events were evaluated. Almost Home, Inc. financial statements were available to be issued on the date of the attached independent auditors' report, and this is the date through which subsequent events were evaluated. Management has not identified any subsequent events requiring disclosure.

See independent auditors' report

OTHER REQUIRED REPORTS

FEIS & COMPANY, P.C.

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ROBERT R. FEIS, CPA

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*

Board of Directors
Almost Home, Inc.
Brighton, Colorado

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 Almost Home, Inc., as of and for the year ended June 30, 2021, and the related notes to the financial statements, and have issued our report thereon dated February 11, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) to determine 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 the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization'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 determination of financial statement amounts. 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 the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CERTIFIED PUBLIC ACCOUNTANTS

Brighton, Colorado

February 11, 2022

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE
UNIFORM GUIDANCE**

Board of Directors
Almost Home, Inc.
Brighton, Colorado

Report on Compliance for Each Major Federal Program

We have audited Almost Home, Inc.'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Organization's federal programs for the year ended June 30, 2021. The Organization's federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Organization's federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance 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; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a federal program occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each federal program. However, our audit does not provide a legal determination of the Organization's compliance.

Opinion on Each Major Federal Program

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of the Organization, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Organization's internal control over compliance with the types of requirements that could have a direct and material effect on each federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did not identify any deficiencies in internal control that we consider to be a significant deficiency.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

CERTIFIED PUBLIC ACCOUNTANTS
Brighton, Colorado
February 11, 2022

ALMOST HOME, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Federal Expenditures
Department of Housing and Urban Development			
COVID: Community Development Block Grant: City of Commerce City	14.228	N/A	\$168,963
COVID: Community Development Block Grant: City of Thornton	14.228	N/A	160,035
COVID: Community Development Block Grant: City of Westminster	14.228	N/A	<u>8,467</u>
Total: Community Development Block Grant			<u>\$337,465</u>
COVID: Emergency Solutions Grant Program: Metropolitan Denver Homeless Initiative, Inc.	14.231	N/A	\$115,916
COVID: Emergency Solutions Grant Program: State of Colorado	14.231	N/A	<u>104,918</u>

Total: Emergency Solutions Grant Program			<u>\$220,834</u>
Total Department of Housing and Urban Development			<u>\$558,299</u>
Department of the Treasury			
Coronavirus Relief Fund: Adams County	21.019	N/A	\$ 21,902
Coronavirus Relief Fund: City of Brighton	21.019	N/A	38,871
Coronavirus Relief Fund: City of Northglenn	21.019	N/A	73,065
Coronavirus Relief Fund: City of Thornton	21.019	N/A	<u>\$123,464</u>
Total Department of the Treasury			<u>\$257,303</u>
Department of Health and Human Services			
Temporary Assistance for Needy Families: Adams County	93.558	N/A	\$470,830
COVID: Community Services Block Grant: Adams County	93.569	N/A	<u>148,036</u>
Total Department of Health & Human Services			<u>\$618,866</u>

Department of Homeland Security			
COVID: Emergency Food and Shelter National Board Program: Adams County	97.024	N/A	\$ 8,679
COVID: Emergency Food and Shelter National Board Program: Weld County	97.024	N/A	<u>4,500</u>
Total Department of Homeland Security			\$ <u>13,179</u>
Total Federal Awards Expended			<u>\$1,447,647</u>

NOTE A—BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of the Almost Home, Inc. under programs of the federal government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of 2 CFR, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Almost Home, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Almost Home, Inc.

NOTE B—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(1) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in 2 CFR, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(2) Pass-through entity identifying numbers are presented where available.

NOTE C—SUBRECIPIENTS

Of the federal expenditures presented in the schedule, Almost Home, Inc. has not provided federal awards to subrecipients.

NOTE D—INDIRECT COST RATE

The Almost Home, Inc. did not elect to use the 10% de minimis cost rate allowed under the Uniform Guidance.

**ALMOST HOME, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR YEAR ENDED JUNE 30, 2021**

Section I—Summary of Auditor's Results (Continued)

7. The Organization's major programs were:

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Listing Number
Community Development Block Grant	14.228
Temporary Assistance for Needy Families	93.558

**8. Dollar threshold used to distinguish
between type A and type B programs:**

\$ 750,000

9. Auditee qualified as low-risk auditee?

Yes No

Section II—Financial Statement Findings

Reference Number	Finding	Questioned Costs
	No material matters reported.	

**ALMOST HOME, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR YEAR ENDED JUNE 30, 2021**

Section III—Federal Award Findings and Questioned Costs

Reference Number	Finding	Questioned Costs
	No material matters are reported.	