

**PLM FAMILIES TOGETHER, INC.**  
**(d/b/a Families Together)**

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**FINANCIAL STATEMENTS**

**for the year ended June 30, 2023**

# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## INDEX TO FINANCIAL STATEMENTS

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	<u>Page(s)</u>
Independent Auditor's Report	1 - 3
Financial Statements:	
Statement of Financial Position	4
Statement of Activities	5
Statement of Functional Expenses	6
Statement of Cash Flows	7
Notes to Financial Statements	8 - 17
Supplementary Information:	
Schedule of Expenditures of Federal Awards	18
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	19 - 20
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	21 - 23
Schedule of Findings and Questioned Costs	24



**Langdon & Company** <sup>LLP</sup>  
Certified Public Accountants

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of  
PLM Families Together, Inc. (d/b/a Families Together)

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

***Opinion***

We have audited the accompanying financial statements of PLM Families Together, Inc. (d/b/a Families Together) (the "Organization"), which comprise the statement of financial position as of June 30, 2023, 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 present fairly, in all material respects, the financial position of the Organization as of June 30, 2023, 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization 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.

***Change in Accounting Principle***

As described in Note 1 to the financial statements, the Organization adopted ASU 2016-02, *Leases (Topic 842)*. Our opinion is not modified with respect to this matter.

***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 the Organization'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 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 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 the Organization'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 the Organization'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.

### ***Supplementary Information***

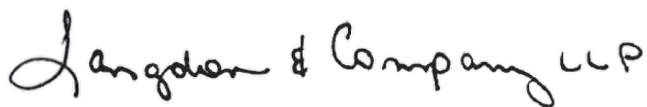
Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2023, on our consideration of the Organization'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.

### ***Report on Summarized Comparative Information***

We have previously audited the Organization's 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 19, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in cursive script that reads "Langdon & Company LLP".

Garner, North Carolina  
November 27, 2023

**PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)**

**STATEMENT OF FINANCIAL POSITION**

**June 30, 2023**

**with comparative totals as of June 30, 2022**

<b>ASSETS</b>	<b>2023</b>	<b>2022</b>	<b>LIABILITIES AND NET ASSETS</b>	<b>2023</b>	<b>2022</b>
Current assets:			Current liabilities:		
Cash and cash equivalents	\$ 533,734	\$ 768,343	Accounts payable	\$ 25,488	\$ 83,302
Certificates of deposit	-	80,416	Deposits	12,820	7,699
Donated and purchased gift cards	960	1,031	Accrued payroll expenses	132,059	131,677
Grants receivable	526,024	564,456	Current portion of operating lease liability (Note 5)	10,876	-
Contributions receivable	22,079	102,567	Current portion of long-term debt	25,064	24,167
Contracts receivable	13,160	5,000	Total current liabilities	<u>206,307</u>	<u>246,845</u>
Other receivables	3,701	25,918	Noncurrent liabilities:		
Prepaid expenses	10,271	8,310	Long-term debt less current portion	756,882	780,474
Total current assets	<u>1,109,929</u>	<u>1,556,041</u>	Operating lease liability (Note 5), less current portion	1,897	-
Fixed assets:			Total noncurrent liabilities	<u>758,779</u>	<u>780,474</u>
Land	364,209	364,209	Total liabilities	<u>965,086</u>	<u>1,027,319</u>
Buildings and building improvements	2,297,886	1,930,610	Net assets:		
Furniture, fixtures, and playground equipment	98,679	110,012	Without donor restrictions:		
Construction in progress	102,532	318,724	Undesignated	1,898,071	1,852,694
Vehicles	15,995	15,995	Board-designated - Operating Reserve	174,490	418,468
Computer software	15,374	11,634	Total	<u>2,072,561</u>	<u>2,271,162</u>
Less accumulated depreciation	<u>2,894,675</u>	<u>2,751,184</u>	With donor restrictions:		
Net property and equipment	550,151	484,725	Purpose restricted	359,244	349,875
Other assets:			Time restricted	87,609	189,064
Operating right-of-use asset (Note 5)	12,081	-	Total	<u>446,853</u>	<u>538,939</u>
Security and utility deposits	5,948	7,148	Total net assets	<u>2,519,414</u>	<u>2,810,101</u>
Restricted cash	12,018	7,772	Total liabilities and net assets	<u>\$ 3,484,500</u>	<u>\$ 3,837,420</u>
Total other assets	<u>30,047</u>	<u>14,920</u>			
Total assets	<u>\$ 3,484,500</u>	<u>\$ 3,837,420</u>			

*The accompanying notes are an integral part of the financial statements.*

# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## STATEMENT OF ACTIVITIES for the year ended June 30, 2023 with comparative totals for 2022

	2023			2022
	Without Donor Restrictions	With Donor Restrictions	Total	Total
Public support:				
Contributions:				
Individuals	417,072	50,000	467,072	394,123
Corporations	75,167	188,771	263,938	285,974
Churches	78,753	54,000	132,753	107,326
Grants:				
Government	-	1,247,119	1,247,119	984,029
United Way	-	150,000	150,000	250,000
Foundations	179,309	95,400	274,709	359,873
In-kind contributions	61,603	-	61,603	43,608
Total public support	811,904	1,785,290	2,597,194	2,424,933
Revenue:				
Contracts	26,320	-	26,320	20,000
Program fees	88,499	-	88,499	67,487
Interest income	7,700	-	7,700	3,552
Other income	4,023	-	4,023	6,678
Total revenue	126,542	-	126,542	97,717
Net assets released from restrictions	1,877,376	(1,877,376)	-	-
Total public support and revenue	2,815,822	(92,086)	2,723,736	2,522,650
Expenses:				
Program:				
Emergency Shelter	668,018	-	668,018	510,589
Rapid Rehousing	992,816	-	992,816	946,052
Affordable Housing Initiative	657,949	-	657,949	558,248
Family Empowerment and Community Engagement	344,476	-	344,476	234,162
Total program expenses	2,663,259	-	2,663,259	2,249,051
Management & General	240,174	-	240,174	165,736
Fundraising	110,990	-	110,990	151,380
Total supporting services	351,164	-	351,164	317,116
Total expenses	3,014,423	-	3,014,423	2,566,167
Change in net assets	(198,601)	(92,086)	(290,687)	(43,517)
Net assets at beginning of year	2,271,162	538,939	2,810,101	2,853,618
Net assets at end of year	\$ 2,072,561	\$ 446,853	\$ 2,519,414	\$ 2,810,101

*The accompanying notes are an integral  
part of the financial statements.*

**PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)**

**STATEMENT OF FUNCTIONAL EXPENSES**  
**for the year ended June 30, 2023**  
**with comparative totals for 2022**

	2023					2022				
	Program Services				Supporting Services				Grand Total	Grand Total
	Emergency Shelter	Rapid Rehousing	Affordable Housing Initiative	Family Empowerment Community Engagement	Total Program Services	Management and General	Fundraising	Total Supporting Services	Grand Total	Grand Total
Salaries, taxes, and benefits	\$ 205,048	\$ 470,163	\$ 367,886	\$ 266,985	\$ 1,310,082	\$ 183,628	\$ 89,284	\$ 272,912	\$ 1,582,994	\$ 1,365,432
Automobile expenses	5,528	4,187	14,848	544	25,107	189	117	306	25,413	13,754
Property and insurance expense	5,745	11,425	6,291	827	24,288	2,059	-	2,059	26,347	22,597
Depreciation	20,618	32,989	20,618	-	74,225	8,247	-	8,247	82,472	63,855
Office expense	12,130	32,010	34,023	19,635	97,798	1,856	9,651	11,507	109,305	116,950
Housing subsidies and maintenance	46,731	-	124,939	16	171,686	-	-	-	171,686	189,329
Motel/hotel	338,619	-	-	-	338,619	-	-	-	338,619	230,768
Client assistance	173	3,060	9,537	43,322	56,092	-	-	-	56,092	29,533
Client assistance - in-kind	12,905	17,206	8,603	4,301	43,015	-	-	-	43,015	25,020
Rental assistance	225	400,808	21,771	3,632	426,436	-	-	-	426,436	401,489
Family education	84	84	84	965	1,217	-	-	-	1,217	460
Other expenses	-	-	-	72	72	-	3,585	3,585	3,657	9,570
Professional fees	18,353	20,884	8,353	4,177	51,767	33,414	8,353	41,767	93,534	66,529
Imputed interest - in-kind	1,859	-	5,948	-	7,807	10,781	-	10,781	18,588	18,588
Interest expense	-	-	20,294	-	20,294	-	-	-	20,294	12,293
Bad debt expense	-	-	14,754	-	14,754	-	-	-	14,754	-
<b>Total expenses</b>	<b>\$ 668,018</b>	<b>\$ 992,816</b>	<b>\$ 657,949</b>	<b>\$ 344,476</b>	<b>\$ 2,663,259</b>	<b>\$ 240,174</b>	<b>\$ 110,990</b>	<b>\$ 351,164</b>	<b>\$ 3,014,423</b>	<b>\$ 2,566,167</b>

*The accompanying notes are an integral part of the financial statements.*



# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## STATEMENT OF CASH FLOWS for the year ended June 30, 2023 with comparative totals for 2022

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities:		
Cash received from contributors, grantors and programs	\$ 2,773,602	\$ 2,230,471
Cash paid to employees and suppliers	(2,892,802)	(2,401,736)
Interest and dividends received	7,700	3,552
Interest paid	(18,838)	(10,906)
Net cash used in operating activities	<u>(130,338)</u>	<u>(178,619)</u>
Cash flows from investing activities:		
Purchases of certificates of deposit	-	(357)
Redemptions of certificates of deposit	80,416	-
Purchases of fixed assets	(160,536)	(830,170)
Net cash used in investing activities	<u>(80,120)</u>	<u>(830,527)</u>
Cash flows from financing activities:		
Draws on line of credit	90,000	-
Repayments on line of credit	(90,000)	-
Proceeds from issuance of debt	-	292,500
Repayment of debt	(24,151)	(15,123)
Net cash (used in) provided by financing activities	<u>(24,151)</u>	<u>277,377</u>
Net decrease in cash	(234,609)	(731,769)
Cash at beginning of year	768,343	1,500,112
Cash at end of year	<u>\$ 533,734</u>	<u>\$ 768,343</u>

*The accompanying notes are an integral  
part of the financial statements.*

# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## NOTES TO FINANCIAL STATEMENTS

### 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Organization

PLM Families Together, Inc. (d/b/a Families Together) (the “Organization”), incorporated in 1980, is a 501(c)(3), nonprofit, nonstock corporation. The purpose of the Organization is to provide support and housing services for those in need, particularly families and individuals experiencing homelessness. The Organization focuses its work on the following programs and initiatives:

*Emergency Shelter* – Emergency Shelter for homeless families along with intensive case management either in one of our 6, 3-bedroom apartments or in hotel rooms paid for by Families Together.

*Rapid Rehousing* – Assistance with housing search and placement, connection to resources, services, and basic needs (i.e., food, transportation, childcare), financial assistance for start-up housing costs, and ongoing case management for up to a year after permanent housing is obtained.

*Affordable Housing Initiative* – An array of housing options and supports to include 1) Bridge and Master Lease transitional housing for families whereby they live for 6-18 months in units owned or leased by Families Together and work toward housing goals while paying a program fee that allows them to save money and “graduate” to permanent housing once they exit Bridge or Master Lease; and 2) Permanent Housing in a unit acquired by Families Together for families with barriers to permanent housing where they pay no more than 30% of their income for rent.

*Family Empowerment and Community Engagement* – Refers to a combination of activities including community outreach, engagement and education; group and individual volunteer opportunities; and Family Enrichment in the form of budgeting/credit counseling/money management services along with self-care workshops, employment and education assistance, parent and tenant education, and family enrichment activities.

#### Basis of Presentation

The accompanying financial statements are presented in accordance with the accrual basis of accounting, whereby revenue is recognized when earned and expenses are recognized when incurred.

#### Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers cash in the bank, all cash held on hand, and all highly liquid short-term investments with an original maturity of three months or less to be cash and cash equivalents. The Organization maintains its cash accounts with financial institutions, which at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts.

#### Fixed Assets

Fixed assets are recorded at cost at the date of acquisition or at the approximate fair market value at date of donation in the case of gifts. Fixed assets with an initial cost of \$1,000 or more are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred. Fixed assets are depreciated using the straight-line method over the following useful lives:

Buildings	39 years
Building improvements	7-15 years
Furniture, fixtures, and playground equipment	3-15 years
Vehicles	5 years
Computer software	3 years

# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## NOTES TO FINANCIAL STATEMENTS

### 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### Net Assets

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

*Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor restrictions. As discussed in Note 4, the governing board has designated, from net assets without donor restrictions, certain amounts for an operating reserve.

*Net Assets With Donor Restrictions* – Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

#### Revenue Recognition and Receivables

##### *Grants and Contributions*

Grants and contributions are recorded as revenue without donor restrictions or revenue with donor restrictions depending on the existence and/or nature of any donor restrictions. When a restriction expires, that is, when a stipulated time restriction ends or a 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. Approximately 23% of total revenue reflected in the statement of activities for the year ended June 30, 2023 was from one grantor, Wake County. Approximately 44% of total revenue reflected in the statement of activities for the year ended June 30, 2022 was from two grantors, The United Way and NC Department of Health and Human Services (NCDHHS).

##### *Conditional and Unconditional Promises to Give*

Conditional promises represent promises to give with a measurable performance or other barrier and a right of return and are recognized when the conditions on which they depend are substantially met. Unconditional promises to give, due in the next year, are recorded at their net realizable value. Unconditional promises to give, due in subsequent years, are reported at the present value of their net realizable value using a risk adjusted discount rate. Grants and contributions receivable consist of unconditional promises to give by grantors and contributors. Contributions receivable is net of an allowance based on management's assessment of current outstanding receivables. Management has determined that no allowance for doubtful accounts is necessary for the year ended June 30, 2023 and 2022. Approximately 58% and 55% of grants receivable at June 30, 2023 and 2022 was due from two grantors. Approximately 96% of contributions receivable at June 30, 2023 was due from one contributor and approximately 49% of contributions receivable at June 30, 2022 was due from two contributors.

The Organization had \$968,730 and \$1,977,106 of existing conditional grant awards at June 30, 2023 and 2022, respectively, which is conditional upon incurring allowable expenditures in the agreement.

# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## NOTES TO FINANCIAL STATEMENTS

### 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### Revenue Recognition and Receivables (Continued)

##### *Donated Goods and Services*

The Organization received the following donated goods and services for the year ending June 30:

	<u>2023</u>	<u>2022</u>
Donated goods	\$ 43,015	\$ 25,020
Interest-free loan	18,588	18,588
	<u>\$ 61,603</u>	<u>\$ 43,608</u>

All donated goods are utilized in the Organization's programs, specifically to assist clients, and are recorded at their estimated fair market value at the date of donation, which is based on researching the price for similar items or based on fair market value provided by the donor. There are no restrictions for donated goods and services. The interest-free loans for the Organization are related to properties utilized in the Organization's programs and supporting services. The imputed interest for the interest-free loans is calculated based on the Organization's incremental borrowing rate and is recorded as an in-kind contribution in the accompanying statement of activities.

The Organization recognizes the fair value of contributed services received if such services a) create or enhance a nonfinancial asset or b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not contributed. The Organization did not benefit from any donated services for the years ended June 30, 2023 and 2022.

A substantial number of volunteers have donated significant amounts of their time to the Organization, but these services do not meet the criteria for recognition as contributed services.

##### *Contracts*

Contract revenue is recognized over-time as performance obligations (monthly services) are rendered. This includes revenue from the City of Raleigh contract. Contracts receivable are stated at unpaid balances, less an allowance for doubtful accounts. All are expected to be collected; thus no allowance for doubtful accounts is necessary. All of contracts receivable was due from one agency at June 30, 2023 and 2022.

##### *Program fees*

Program fees are recorded when earned. Program fees are associated with the Organization's affordable housing initiative (see Note 5) and as a result, are excluded from Accounting Standards Update 2014-09, *Revenue from Contracts with Customers* (Topic 606).

#### Leases

In February 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-02, *Leases* (Topic 842). This new standard increases transparency and comparability among organizations by requiring the recognition of right-of-use (ROU) assets and lease liabilities on the balance sheet. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## NOTES TO FINANCIAL STATEMENTS

### 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### Leases (Continued)

The Organization adopted the requirements of the guidance effective July 1, 2022, and has elected to apply the provisions of this standard to the beginning of the period of adoption, while continuing to present the comparative period in accordance with the guidance under the lease standard in effect during that period.

For transition, the Organization has elected to adopt the package of practical expedients, which includes not to reassess: 1) whether any expired or existing contracts are or contain leases available in the year of adoption, 2) the lease classification for any expired or existing leases 3) initial direct costs on any existing leases, as well as the available practical expedient to use hindsight in determining the lease term and in assessing impairment of the Organization's ROU assets.

The Organization determines if an arrangement is a lease at inception. Operating leases are included in Operating right-of-use asset and Operating lease liability in the statement of financial position.

Right-of-use asset represents the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for operating lease payments is recognized on a straight-line basis over the lease term. The Organization has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases are not included as lease liabilities or right of use assets on the balance sheet. The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, the Organization uses the incremental borrowing rate based on information available at the commencement date in determining the present value of those lease. In addition, the Organization has elected not to separate non-lease components from lease components and instead accounts for each separate lease component and the non-lease component as a single lease component.

#### Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and is classified as a publicly supported organization. There is no unrelated business income tax for the years ended June 30, 2023 and 2022.

The Organization evaluates any uncertain tax positions. Accordingly, the Organization's policy is to record a liability for any tax position taken that is beneficial to the Organization, including any related interest and penalties, when it is more likely than not the position of management with respect to a transaction or class of transactions will be overturned by a taxing authority upon examination. Management believes there are no such positions as of June 30, 2023 or 2022.

#### Reclassifications

Certain items in the 2022 financial statements have been reclassified to conform to the 2023 presentation. Change in net assets of the Organization previously reported for 2022 was not affected by these reclassifications.

# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## NOTES TO FINANCIAL STATEMENTS

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### 1. **ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

#### **Functional Allocation of Expenses**

The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied.

Expenses that include allocations on the basis of hours worked or relative benefit are salaries, taxes, and benefits, office expenses, professional fees, and other expenses.

#### **Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, the 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. Accordingly, actual results could differ from those estimates.

#### **Comparative Totals**

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2022, from which the summarized information was derived.

#### **Schedule of Expenditures of Federal Awards**

The accompanying Schedule of Expenditures of Federal Awards includes the Federal grant activity of the Organization and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirement, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The Organization has elected not to use the 10 percent de minimum indirect cost rate allowed under the Uniform Guidance.

### 2. **LIQUIDITY AND AVAILABILITY**

The Organization is substantially supported by restricted contributions and grants. Because a donor's restrictions require resources to be used in a particular manner or 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 expenditure 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 savings, money market accounts and certificates of deposit. In accordance with the Organization's internal policies, the board has designated certain amounts, as disclosed in Note 4, which may be drawn upon in the event of an immediate liquidity need if the governing board approves the action.

# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## NOTES TO FINANCIAL STATEMENTS

### 2. LIQUIDITY AND AVAILABILITY (Continued)

The following reflects the Organization's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date.

	<u>2023</u>	<u>2022</u>
Financial assets at year end:		
Cash and cash equivalents	\$ 533,734	\$ 768,343
Certificates of deposit	-	80,416
Grants receivable	526,024	564,456
Contributions receivable	22,079	102,567
Contracts receivable	13,160	5,000
Other receivables	3,701	25,918
Total financial assets	<u>1,098,698</u>	<u>1,546,700</u>
Less amounts not available to be used within one year:		
Board-designated - Operating Reserve	(174,490)	(418,468)
Donor-restricted for purpose	(359,244)	(349,875)
	<u>(533,734)</u>	<u>(768,343)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 564,964</u>	<u>\$ 778,357</u>

### 3. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes or periods as of June 30:

	<u>2023</u>	<u>2022</u>
Time restricted	\$ 87,609	\$ 189,064
Purpose restricted:		
Affordable housing	195,350	95,178
Rapid rehousing	33,333	103,273
Capacity building	100,000	100,000
Strategic planning	21,946	49,000
Emergency Shelter	5,000	2,424
Food and nutrition education	3,615	-
	<u>\$ 446,853</u>	<u>\$ 538,939</u>

# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## NOTES TO FINANCIAL STATEMENTS

### 3. NET ASSETS WITH DONOR RESTRICTIONS (Continued)

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events specified by the donors as follows for the years ended June 30, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Subject to the passage of time	\$ 151,455	\$ 1,387
Subject to expenditure for specified purpose:		
Family empowerment and community engagement	321,504	20,065
Emergency shelter	357,420	497,358
Affordable housing	286,885	553,126
Rapid rehousing	631,273	448,101
Capacity building	100,000	1,200
Strategic Planning	27,054	26,000
Food and nutrition education	1,785	-
	<u>\$ 1,877,376</u>	<u>\$ 1,547,237</u>

### 4. GOVERNING BOARD DESIGNATIONS

The Organization's governing board has designated, from net assets without donor restrictions, \$174,940 and \$418,468 for the years ended June 30, 2023 and 2022, respectively, for an operating reserve fund for situations such as a sudden increase in expenses, one-time unbudgeted expenses, unanticipated loss in funding, or uninsured losses.

### 5. AFFORDABLE HOUSING INITIATIVE AND RELATED LEASES

#### Lease Transactions as Lessee (including related subleases)

As part of the Organization's Affordable Housing Initiative, the Organization entered into master leases of five properties in order to provide transitional housing for its clients. Four of the leases met the short-term exemption. Two of the leases expired on April 30, 2023 and were transferred to the client occupying the space. The other two leases expire on September 30, 2023. The operating lease expense for these leases for the year ended June 30, 2023 was \$44,400 and is included in housing subsidies and maintenance in the statement of functional expenses. The remaining lease expires in August 2024, with a renewal option of one year. Only renewals that have been exercised or are reasonably expected to be recognized as of the balance sheet date are recognized in the right-of-use assets and operating lease liabilities calculation. The total lease expense for the year ended June 30, 2022 was \$76,991. Program fees collected from clients during the years ended June 30, 2023 and 2022 amount to \$23,659 and \$18,665, respectively.



# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## NOTES TO FINANCIAL STATEMENTS

### 5. AFFORDABLE HOUSING INITIATIVE AND RELATED LEASES (Continued)

#### Lease Transactions as Lessee (and related subleases) (Continued)

Additional information about this lease is as follows:

##### Lease Cost

Operating lease cost, which is included in housing subsidies and maintenance on statement of functional expenses	\$ 10,592
--	-----------

##### Other Information

Cash paid for amounts included in measuring operating lease liability:	
Operating cash flows from operating lease	\$ 9,900
Right-of-use asset obtained in exchange for new operating lease liability	\$ 22,009
Remaining lease term	14 months
Discount rate	3.91%

Future minimum lease payments under the non-cancelable operating lease total \$13,050, with \$11,150 relating to fiscal year 2024 and \$1,900 relating to fiscal year 2025. Imputed interest related to these future maturities totals \$277.

#### Lease Transactions as Lessor

The Organization holds seven properties to provide affordable permanent housing to clients. Typically, these leases have terms of one year with monthly renewal options at the end of the lease term. The Organization has executed rental property management agreements for four of the properties. The property management company is responsible for the collection of all rent and accounts payable to the Organization from the tenant. The Organization has agreed to pay the property management company a fee of 8% of the gross rentals collected each month.

Property held for leasing was \$1,879,614 and \$1,785,153 as of June 30, 2023 and 2022, respectively, and is included in land as well as buildings and building improvements in the accompanying statement of financial position. Accumulated depreciation was \$79,434 and \$44,119 as of June 30, 2023 and 2022, respectively. Minimum future rentals on noncancelable operating leases with original terms of one year or longer total \$18,100 receivable through fiscal year 2024. Program fees collected from clients during the years ended June 30, 2023 and 2022 amount to \$46,470 and \$37,899, respectively.

# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## NOTES TO FINANCIAL STATEMENTS

### 6. DEBT

Long-term debt at June 30, 2023 and 2022 is summarized below:

	<u>2023</u>	<u>2022</u>
A 5-year term note payable to Truist with a fixed interest rate of 3.56%, payable in monthly installments of principal and interest of \$1,270, beginning on July 30, 2021, maturing on June 30, 2026, secured by real property.	\$ 157,892	\$ 167,227
A 5-year term note payable to Truist with a fixed interest rate of 3.91%, payable in monthly installments of principal and interest of \$2,159, beginning on February 6, 2022, maturing on January 6, 2027, secured by real property.	271,585	286,400
Non-interest bearing note payable due in full at maturity (January 2040); secured by real property. The discount on the loan is accreted to interest expense over the life of the loan.		
Face Amount	68,500	68,500
Less unamortized discount based on imputed interest rate of 4.84%	<u>(37,609)</u>	<u>(39,064)</u>
	<u>30,891</u>	<u>29,436</u>
Notes with no repayment required ( <i>see below</i> )	<u>321,578</u>	<u>321,578</u>
Subtotal	781,946	804,641
Less current maturities	<u>25,064</u>	<u>24,167</u>
Total long-term debt	<u>\$ 756,882</u>	<u>\$ 780,474</u>

Wake County Commissioners hold a \$300,000 note, which is a non-performing, non-interest bearing note. The note will be forgiven in 2028 provided the Organization continues its mission of providing housing for the homeless. Wake County holds a first-lien position on 908 Plainview Drive and 3800 Polly Street for an amount equal to the amount loaned. In-kind interest of \$17,820 has been recorded in the accompanying financial statements at 5.94% for years ended June 30, 2023 and 2022, respectively.

Wake County Commissioners also hold a \$25,000 note, which is a non-performing, non-interest bearing note which was received in fiscal year 2021 for the purpose of renovating the 1109 Plainview Drive location. The note has a 30-year term and will come due January 2051, at which time the note can be repaid or it can be refinanced and reinvested in the property. In-kind interest of \$768 has been recorded in the accompanying financial statements at 3.56% for the years ended June 30, 2023, and 2022.

Imputed interest expense on the non-interest bearing note of \$68,500 is \$1,456 and \$1,387 for the years ended June 30, 2023 and 2022, respectively.

# PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)

## NOTES TO FINANCIAL STATEMENTS

### 6. DEBT (Continued)

Required maturities of long-term debt during the years subsequent to June 30, 2023 are as follows:

<u>Year Ending June 30,</u>	
2024	\$ 25,064
2025	26,084
2026	154,818
2027	223,494
2028	300,000
Thereafter	52,486
	<u>\$ 781,946</u>

### 7. LINE OF CREDIT

The Organization has available an unsecured revolving line of credit in the amount of \$250,000 that was opened in October 2022 and matures in April 2024. The financial institution that houses the line of credit is associated with one of the Organization's board members. Interest is accrued at the lender's prime rate (8.50% at June 30, 2023) with a floor of 5%. There was no outstanding balance at June 30, 2023. Subsequent to year end, \$55,000 was drawn on the line. Up to \$10,000 of interest expense related to this line of credit is being reimbursed by a donor.

### 8. RESTRICTED CASH

The Organization assists individuals in accumulating money for rent and utility deposits by holding the savings in a separate PLM Families Together, Inc. bank account.

### 9. RETIREMENT PLAN

The Organization adopted the 403(b) Thrift Plan for employees of PLM Families Together, Inc., effective December 2016. Participating employees may defer up to 100% of their salary. After each plan year, the Organization will determine the amount of matching contribution (if any) that will be allocated to all eligible participants. Employees are eligible for plan participation on the entry date immediately following their date of hire. Employee deferrals and the Organization's matching contributions are immediately 100% vested. The Organization made contributions of \$11,739 and \$16,752 for the years ended June 30, 2023 and 2022, respectively.

### 10. SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 27, 2023, the date which the financial statements are available for issue.

**PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**for the year ended June 30, 2023**

<u>Federal/State Grantor/Pass Through Grantor/Program</u>	<u>Federal Assistance Listing Number</u>	<u>Pass Through Grantor's Identifying Number</u>	<u>Expenditures</u>
<b>Federal Awards:</b>			
<u>U.S. Department of Housing and Urban Development</u>			
Continuum of Care Program	14.267	N/A	\$ 91,201
Continuum of Care Program	14.267	N/A	95,747
			<u>186,948</u>
Passed through N.C. Department of Health and Human Services			
Emergency Solutions Grant	14.231	C00043599	44,077
Emergency Solutions Grant	14.231	00045340	37,120
Emergency Solutions Grant - COVID-19	14.231	00045230	134,841
Passed through City of Raleigh			
Emergency Solutions Grant - COVID-19	14.231	0000001995	79,652
			<u>295,690</u>
Community Development Block Grant	14.218	0000002788	71,862
<u>U.S. Department of the Treasury</u>			
Passed through Wake County			
Coronavirus State and Local Fiscal Recovery Funds, Bridge to Home	21.027	EC00000000007807	625,670
Passed through City of Raleigh			
Coronavirus State and Local Fiscal Recovery Funds, ARPA	21.027	0000002498	30,029
			<u>655,699</u>
<u>U.S. Department of Homeland Security</u>			
Passed through United Way			
Emergency Food and Shelter National Board Program, FEMA Phase 39 & Utilities	97.024	ARPAR-6520-00 010 E1	36,920
<b>TOTAL FEDERAL AWARDS</b>			<u>\$ 1,247,119</u>

*The accompanying notes are an integral part of this schedule.*



**Langdon & Company** <sup>LLP</sup>  
Certified Public Accountants

**INDEPENDENT AUDITOR’S 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 of  
PLM Families Together, Inc. (d/b/a Families Together)

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 PLM Families Together, Inc. (d/b/a Families Together) (the “Organization”), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 27, 2023.

**Report on 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) as a basis for designing 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 or significant deficiencies may exist that were not identified.

**Report on Compliance and Other Matters**

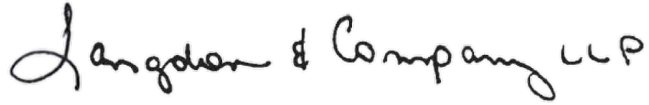
As part of obtaining reasonable assurance about whether the Organization’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

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### **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 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.

A handwritten signature in black ink that reads "Langston & Company LLP". The signature is written in a cursive, flowing style.

Garner, North Carolina  
November 27, 2023



**Langdon & Company** <sup>LLP</sup>  
Certified Public Accountants

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Directors of  
PLM Families Together, Inc. (d/b/a Families Together)

**Report on Compliance for the Major Federal Program**

***Opinion on the Major Federal Program***

We have audited PLM Families Together, Inc.’s (d/b/a Families Together) (the “Organization”) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on its major federal program for the year ended June 30, 2023. The Organization’s major federal program is identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

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 its major federal program for the year ended June 30, 2023.

***Basis for Opinion on the Major Federal Program***

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Organization’s compliance with the compliance requirements referred to above.

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### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Organization's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.



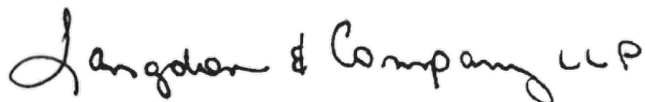
## Report on Internal Control Over Compliance

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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

A handwritten signature in black ink that reads "Langdon & Company LLP". The signature is written in a cursive, flowing style.

Garner, North Carolina  
November 27, 2023

**PLM FAMILIES TOGETHER, INC. (d/b/a Families Together)**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**for the year ended June 30, 2023**

**A. SUMMARY OF AUDITOR’S RESULTS**

1. The auditor’s report expresses an unmodified opinion on whether the financial statements of PLM Families Together, Inc. (d/b/a Families Together) (the “Organization”) were prepared in accordance with accounting principles generally accepted in the United States (U.S. GAAP).
2. No significant deficiencies are reported in the Independent Auditor’s 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*.
3. No instances of noncompliance material to the financial statements of the Organization, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies in internal control over the major federal award programs are reported in the Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance.
5. The auditor’s report on compliance for the major federal award program expresses an unmodified opinion on the major federal program.
6. Audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this Schedule.
7. The program tested as a major program is:

U.S. Department of the Treasury – Coronavirus State & Local Fiscal Recovery Funds – AL #21.027
8. The threshold used for distinguishing Type A and B programs was \$750,000.
9. The Organization qualifies as a low-risk auditee.

**B. FINDINGS – FINANCIAL STATEMENT AUDIT**

None

**C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT**

None