

**ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.**

Lafayette, Louisiana

Financial Report

Year Ended December 31, 2024

## TABLE OF CONTENTS

	<u>Page No.</u>
INDEPENDENT AUDITOR'S REPORT	1-3
FINANCIAL STATEMENTS	
Statements of Financial Position	5
Statements of Activities	6-7
Statements of Functional Expenses	8
Statements of Cash Flows	9
NOTES TO FINANCIAL STATEMENTS	10-17
SUPPLEMENTAL INFORMATION	
INTERNAL CONTROL, COMPLIANCE AND OTHER MATTERS	
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>	20-21
Schedule of Findings and Responses	22
Schedule of Prior Audit Findings and Responses	23
Management's Corrective Action Plan	24



## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Acadiana Regional Coalition on Homelessness & Housing, Inc.  
Lafayette, Louisiana

We have audited the accompanying financial statements of Acadiana Regional Coalition on Homelessness & Housing, Inc. (ARCH) (a nonprofit organization) which comprise the statements of financial position as of December 31, 2024, 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 ARCH as of December 31, 2024, 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 ARCH and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about ARCH'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 ARCH'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 ARCH'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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

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

***Darnall, Sikes & Frederick***

A Corporation of Certified Public Accountants

Eunice, Louisiana

February 20, 2025

## **FINANCIAL STATEMENTS**

ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Statement of Financial Position  
December 31, 2024  
(With Comparative Totals for 2023)

**ASSETS**

	2024	2023
<b>CURRENT ASSETS</b>		
Cash	\$ 23,474	\$ 131,363
Contracts and grants receivable	11,769	6,809
Prepaid expenses	13,908	12,785
Total Current Assets	<u>49,151</u>	<u>150,957</u>
<b>PROPERTY AND EQUIPMENT (NET)</b>	<u>9,265</u>	<u>14,538</u>
<b>OTHER ASSETS</b>		
Operating lease right-of-use assets	<u>-</u>	<u>13,616</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 58,416</u></u>	<u><u>\$ 179,111</u></u>

**LIABILITIES AND NET ASSETS**

<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 860	\$ 18,423
Payroll and related liabilities	14,408	12,812
Operating lease liabilities	<u>-</u>	<u>14,388</u>
Total current liabilities	<u>15,268</u>	<u>45,623</u>
<b>LONG-TERM LIABILITIES</b>		
Note payable	<u>79,548</u>	<u>79,004</u>
	<u>79,548</u>	<u>79,004</u>
<b>NET ASSETS</b>		
Net assets without donor restrictions	<u>(36,400)</u>	<u>54,484</u>
Total net assets	<u>(36,400)</u>	<u>54,484</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 58,416</u></u>	<u><u>\$ 179,111</u></u>

The accompanying notes are an integral part of these statements.

ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Statement of Activities  
For The Year Ended December 31, 2024  
(With Comparative Totals for 2023)

	<u>2024</u>	<u>2023</u>
NET ASSETS WITHOUT DONOR RESTRICTIONS		
PUBLIC SUPPORT		
Donations	\$ 14,327	\$ 10,839
Discounts Received	3,559	-
Net assets released from restrictions	<u>295</u>	<u>343</u>
Total public support	<u>18,181</u>	<u>11,182</u>
REVENUES		
Governmental grants and contracts	261,460	728,152
Private grants	2,250	3,750
Program income	39,011	29,263
Interest income	<u>17</u>	<u>70</u>
Total revenues	<u>302,738</u>	<u>761,235</u>
TOTAL PUBLIC SUPPORT AND REVENUES	<u>320,919</u>	<u>772,417</u>
EXPENSES		
Program services:		
Continuum of Care Operations	157,273	183,244
Sharehouse	62,868	68,275
Non-congregate shelter	266	312,496
Keystone	<u>52,215</u>	<u>147,735</u>
Total program services	272,622	711,750
Supporting services:		
Management and general	<u>139,182</u>	<u>143,605</u>
Total expenses	<u>411,804</u>	<u>855,355</u>
DECREASE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	<u>\$ (90,885)</u>	<u>\$ (82,938)</u>

The accompanying notes are an integral part of these statements.



ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Statement of Activities – (Continued)  
For The Year Ended December 31, 2024  
(With Comparative Totals for 2023)

	<u>2024</u>	<u>2023</u>
NET ASSETS WITH DONOR RESTRICTIONS		
Donations	<u>\$ 295</u>	<u>\$ 343</u>
Total net assets with donor restrictions	295	343
Net assets released from restrictions	<u>(295)</u>	<u>(343)</u>
CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS	-	-
CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	<u>(90,885)</u>	<u>(82,938)</u>
DECREASE IN NET ASSETS	(90,885)	(82,938)
NET ASSETS AT BEGINNING OF YEAR	<u>54,484</u>	<u>137,422</u>
NET ASSETS AT END OF YEAR	<u><u>\$ (36,400)</u></u>	<u><u>\$ 54,484</u></u>

The accompanying notes are an integral part of these statements.

ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Statement of Functional Expenses  
Year Ended December 31, 2024  
(With Comparative Totals for 2023)

	2024					2023	
	Program Services				Supporting Services		
	Continuum of Care Operations	Sharehouse	Non-Congregate Shelter	Keystone	Total Program Expenses	Management and General	Total Expenses
Compensation and related expenses							
Salaries	\$ 115,350	\$ 43,643	\$ -	\$ 36,362	\$ 195,355	\$ 79,314	\$ 274,669
Worker's compensation	-	-	-	-	-	-	-
Payroll taxes	9,148	3,387	-	3,675	16,211	6,241	22,452
	<u>124,499</u>	<u>47,030</u>	<u>-</u>	<u>40,037</u>	<u>211,566</u>	<u>85,555</u>	<u>297,121</u>
Advertising	-	-	-	-	-	-	-
Bank charges	-	-	-	-	-	198	198
Contract personnel	-	-	-	-	-	2,135	2,135
Depreciation	-	-	-	18	18	5,273	5,291
Direct client assistance	-	-	266	2,490	2,756	-	2,756
Health insurance	5,342	2,676	-	659	8,677	1,487	10,165
Insurance	6,109	-	-	-	6,109	3,264	9,373
Interest charges	-	-	-	-	-	6,462	6,462
Accounting	-	-	-	-	-	21,057	21,057
Mileage reimbursement	-	166	-	7,541	7,707	286	7,993
Pest control	886	-	-	39	924	-	924
Postage	-	-	-	-	-	507	507
Printing	-	-	-	170	170	55	225
Professional fees	-	-	-	-	-	270	270
Rent	7,920	10,080	-	-	18,000	-	18,000
Repairs and maintenance	-	-	-	-	-	652	652
Security/building upgrades	-	940	-	-	940	284	1,224
Supplies and materials	-	-	-	342	342	156	498
Technology	3,414	-	-	142	3,556	7,217	10,774
Travel, training and seminars	639	703	-	47	1,389	1,324	2,713
Utilities and telephone	<u>8,465</u>	<u>1,272</u>	<u>-</u>	<u>730</u>	<u>10,467</u>	<u>2,999</u>	<u>13,466</u>
Total	<u>\$ 157,273</u>	<u>\$ 62,868</u>	<u>\$ 266</u>	<u>\$ 52,215</u>	<u>\$ 272,622</u>	<u>\$ 139,182</u>	<u>\$ 411,804</u>

The accompanying notes are an integral part of these statements.

ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Statement of Cash Flows  
Year Ended December 31, 2024  
(With Comparative Totals for 2023)

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Decrease in net assets	\$ (90,884)	\$ (82,938)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	5,273	5,273
Changes in current assets and liabilities:		
Contracts receivable	(4,960)	167,232
Prepaid expenses	(1,123)	4,163
Operating lease right of use assets	13,616	16,340
Accounts Payable	(17,563)	(152,503)
Accrued payroll related liabilities	1,596	2,221
Accrued expenses	-	(6,948)
Operating lease liabilities	<u>(14,388)</u>	<u>(16,679)</u>
Net cash used in operating activities	<u>(108,433)</u>	<u>(63,839)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	<u>-</u>	<u>-</u>
Net cash used for investing activities	<u>-</u>	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net proceeds (Repayments) on debt	<u>544</u>	<u>(40,402)</u>
Net cash provided (used) by financing activities	<u>544</u>	<u>(40,402)</u>
NET DECREASE IN CASH AND EQUIVALENTS	(107,889)	(104,241)
CASH, BEGINNING OF YEAR	<u>131,363</u>	<u>235,604</u>
CASH, END OF YEAR	<u><u>\$ 23,474</u></u>	<u><u>\$ 131,363</u></u>

The accompanying notes are an integral part of these statements.

ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Acadiana Coalition on Homelessness and Housing, Inc. (ARCH) is a client-centered organization dedicated to ensuring that everyone in Acadiana has access to safe, affordable, stable housing and that all episodes of homelessness are rare, brief, and non-recurring. The entity has been serving Region IV, which consists of eight parishes, for over 29 years.

Basis of Presentation

The Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Basis of Accounting

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

Net Assets

Net Assets without Donor Restrictions Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the board of directors.

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

Cash and Cash Equivalents

For the purposes of the statements of cash flows, the organization considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

Accounts Receivable and Allowance for Doubtful Accounts

An allowance for doubtful accounts has not been established as it is ARCH's policy to use the direct write-off method for accounts that are deemed to be uncollectible.

Use of this method does not result in a material difference from the valuation method required by generally accepted accounting principles of the United States of America. The organization generally does not require collateral, and majority of its receivables are unsecured. The carrying amount for accounts receivable approximates fair value.

ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles 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.

Federal Financial Awards

Revenues for direct and indirect federal contracts are recorded based on expenses incurred for contracts that are on a cost reimbursement basis. In the Statement of Activities, these revenues are referred to as ‘governmental grants and contracts. Related contract receivables are referred to as ‘contracts and grants receivable’ in the Statement of Financial Position.

Donated Services

ARCH receives volunteer services in areas such as receiving and distribution. No amounts have been reflected on the statements for donated services because no objective basis is available to measure the value of such services.

Property and Equipment

The Organization capitalizes all expenditures in excess of \$2,500 for property and equipment at historical cost. Donated property and equipment are valued at fair market value at the time of donation. If donors stipulate how the assets must be used, the contributions are recorded as with donor restricted support. In the absence of such stipulations, contributions of property and equipment are recorded as without donor restricted support.

Depreciation is computed using the straight-line method over the assets’ useful lives. Depreciation expense was \$5,291 for the year ended December 31, 2024.

Functional Allocation of Expenses

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

Compensated Absences

Employees accrue eighty (80) hours of vacation leave after a ninety-day (90) probationary period. Employees with over two (2) years of service accrue one hundred and twenty (120) hours of vacation leave annually. At the time of termination of employment, employees are entitled to receive payment for earned vacation leave not yet taken. There was no accumulated vacation leave reported as of December 31, 2024.

ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Advertising

The Organization uses advertising to promote its programs among the community it serves. The cost of this advertising is expensed as incurred. Advertising costs totaled \$0 for the year ended December 31, 2024.

Income Taxes

ARCH qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, therefore, has no provision for federal income taxes. In addition, ARCH has been determined by the Internal Revenue Service to be a public charity within the meaning of Section 509(a)(1) and 170(b)(1)(A)(vi) of the code.

The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Organization believes it is no longer subject to tax return examinations for the periods prior to 2021.

Revenue Recognition

Grants and Contributions

The Organization recognizes contributions when cash, securities or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met.

The Organization receives support in the form of grants from federal, state, and local governmental agencies, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the Statement of Financial Position. No amounts were received in advance under the Organization's grants in 2024.

Grants and contributions are recorded depending on the existence or nature of any donor restrictions. Support that is restricted by a donor is reported as an increase in net assets with donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), net assets are reclassified to net assets without donor restrictions and reported in the Statement of Activities and Changes in Net Assets as net assets released from restrictions. Donor restricted contributions whose restrictions are met in the same reporting period are reported as revenue without donor restrictions.

ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition

Membership Dues

Members transmit dues annually to the Organization for use as program income when applying for Continuum of Care and Emergency Shelter funding. Dues are collected in the year due. Membership dues are recognized as income when earned. Dues attributable to future periods are recorded as deferred income.

Fair Value Considerations

Fair value is used to measure financial and certain nonfinancial assets and liabilities measured or disclosed at fair value on a recurring basis (at least annually). Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. The fair value hierarchy established and prioritized fair value measurements into three levels based on the nature of the inputs. The hierarchy gives the highest priority to inputs based on market data from independent sources (observable inputs – Level 1) and the lowest priority to a reporting entity's internal assumptions based upon the best information available when external market data is limited or unavailable (unobservable inputs – Level 3).

The fair value option allows entities to choose, at specified election dates, to measure eligible financial assets and financial liabilities at fair value that are not otherwise required to be measured at fair value. If an entity elects the fair value option for an eligible item, changes in that item's fair value in subsequent reporting periods must be recognized in current earnings. The fair value option was not elected for the measurements of any eligible assets or liabilities.

The estimated fair values of each entity's short-term instruments (primarily cash and cash equivalents, receivables, accounts payables, accrued expenses, short-term debt and lines of credit) approximate their individual carrying amounts due to the relative short period between their origination and expected realization or payment. Based on market rates for similar loans, the fair value of long-term debt approximates their carrying value.

Leases

The Organization applies FASB issued standard ASU 2016-02, Leases (Topic 842). ASU 2016-02 requires that a lessee recognize the assets and liabilities that arise from leases classified as finance or operating. A lessee should recognize on the balance sheet a liability to make lease payments (the lease liability) and a right-of-use asset representing its right to use the underlying asset for the lease term. For leases with a term of 12 months or less, a lessee is permitted to make an accounting policy election by class of underlying asset not to recognize lease assets and lease liabilities. In transition, lessees and lessors are required to recognize and measure leases at the beginning of the earliest period presented using a modified retrospective approach.

ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Organization elected the optional transition method that allows the Organization to apply the provisions of the standard at the effective date without adjusting the comparative periods. The lease asset is reflected within other concurrent assets, and the current and noncurrent portions of the lease liability are reflected within other liabilities and other concurrent liabilities, respectively on the statement of net position.

The application of ASU 2016-02 did not result in the recognition of an operating lease right-of-use asset or an operating lease liability as of December 31, 2024 due to lease contract expiration as of year end.

NOTE 2 PROPERTY AND EQUIPMENT

Property and equipment consists of the following:

Equipment	\$ 12,363
Vehicles	16,551
Less: accumulated depreciation	<u>(19,649)</u>
Net property and equipment	<u><u>\$ 9,265</u></u>

NOTE 3 NOTE PAYABLE

The Organization has a note payable to Home Bank, dated April 25, 2023, in the amount of \$119,011, secured by deposit accounts. The note is payable in two annual principal payments of \$40,000 and one final principal and interest payment of \$39,280. The note bears interest at a rate of 8.00 percent per annum payable in regular monthly installments of all accrued unpaid interest as of each payment date. The note has a maturity date of April 25, 2026. As of December 31, 2024, the balance on the note was \$79,011.

Maturities of long-term debt are as follows:

2025	\$ 40,000
2026	39,011
2027	-
2028	-
2029	-
	<u><u>\$ 79,011</u></u>

NOTE 4 CONCENTRATION OF CREDIT RISK

The majority of ARCH's revenues and accounts receivable are from contracts with the Louisiana Housing Corporation (LHC). The contracts are administered by LHC under programs which are funded primarily by federal government grants. If federal funding levels for the programs are reduced, or if the contracts are not renewed, the impact on ARCH could be severe.



ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Notes to Financial Statements

NOTE 5 FINANCIAL INSTRUMENTS

Financial instruments that potentially subject ARCH to concentrations of credit risk consisted principally of temporary cash investments. The Organization places its temporary cash investments with two high quality financial institutions. At times, amounts may be in excess of the FDIC insurance limit of \$250,000. As of December 31, 2024, ARCH had no uninsured cash balances.

The fair values of ARCH's financial instruments are as follows:

Cash and short-term investments – The carrying amount approximates fair value because of the short maturities of those investments.

Bank loans payable – Fair value approximates carrying value since stated rates are similar to rates currently available to the Organization for debt with similar terms and remaining maturities.

NOTE 6 OPERATING LEASE

The Organization leased office space under an operating lease agreement for two years. As the Organization's lease does not contain a readily determinable implicit rate, the organization has determined the present value of the lease liability using its incremental borrowing rate at the lease commencement date. Monthly rental payments are \$1,500. The rental expense under the lease was \$15,000 for the year ended December 31, 2024.

The following summarizes the line items in the statement of position, which includes the amounts of the operating lease as of December 31, 2024:

Operating lease right- of -use asset	\$ <u>                    -</u>
Current portion of operating lease liabilities	\$ <u>                    -</u>
Non-current portion of operating lease liabilities	<u>                    -</u>
Total operating lease liabilities	\$ <u>                    -</u>

The components of operating lease expense that are included in rent expenses in the statement of functional activities for the year ended December 31, 2024 were as follows:

Operating lease cost	\$ <u>          15,000</u>
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The following summarizes the cash flow information related to operating leases for the year ended December 31, 2024:

Cash paid for amounts included in the measurement of lease liabilities:

Operating cash flows for operating leases	\$ <u>          (772)</u>
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Lease assets obtained in exchange for lease liabilities:

Operating leases	\$ <u>                    -</u>
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ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Notes to Financial Statements.

NOTE 7 NET ASSETS WITH DONOR RESTRICTIONS

As of December 31, 2024, net assets with donor restrictions totaled \$0.

NOTE 8 GOVERNMENTAL GRANTS AND CONTRACTS

Governmental grants and contracts consisted of the following at December 31, 2024:

U.S. Department of Housing and Urban Development	\$ 151,707
United Way Worldwide	51,390
Louisiana Housing Corporation	58,363
Total	<u>\$ 261,460</u>

NOTE 9 NONCOMPLIANCE WITH GRANTOR RESTRICTIONS

Financial awards from federal, state, and local governmental entities in the form of grants are subject to special audit. Such audits could result in claims against the organization for disallowed costs or noncompliance with grantor restrictions. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, cannot be determined at this date.

NOTE 10 REVENUE RECOGNITION

We have analyzed the provisions of the FASB's ASC Topic 606, Revenue from Contracts with Customers, and have concluded that no changes are necessary to conform with the new standard. Program Income relates to membership dues. Membership dues are recognized when 1) grant funding has been awarded and 2) invoices have been sent to the participants.

The following table presents the Organization's net revenue disaggregated based on the revenue source:

Program Income	\$ 39,011
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NOTE 11 COMPENSATION, BENEFITS AND OTHER PAYMENTS TO EXECUTIVE DIRECTOR

A detail of compensation, benefits, and other payments paid to the Executive Director, Elsa Dimitriadis, for the year ended December 31, 2024:

Purpose	
Salary and related expenses	\$ 74,800

ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

Notes to Financial Statements

NOTE 12 LIQUIDITY AND AVAILABILITY

The Organization has \$49,151 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditures consisting of cash of \$23,474, receivables of \$11,769 and prepaid expenses of \$13,908. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date.

NOTE 13 SUBSEQUENT EVENTS

Subsequent events were evaluated through February 20, 2025, which is the date the financial statements were available to be issued.

## SUPPLEMENTAL INFORMATION

INTERNAL CONTROL, COMPLIANCE  
AND OTHER MATTERS

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*

The Board of Directors  
Acadiana Regional Coalition  
on Homelessness & Housing, Inc.  
Lafayette, Louisiana

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 Acadiana Regional Coalition on Homelessness & Housing, Inc. (ARCH) (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, 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 February 20, 2025.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered ARCH'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 ARCH's internal control. Accordingly, we do not express an opinion on the effectiveness of ARCH's internal control. Accordingly, we do not express an opinion on the effectiveness of the ARCH'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 the 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 ARCH'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*.

## **ARCH's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on ARCH's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. ARCH's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

## **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.

***Darnall, Sikes, & Frederick***

A Corporation of Certified Public Accountants

Eunice, Louisiana

February 20, 2025

ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

SCHEDULE OF FINDINGS AND RESPONSES  
YEAR ENDED DECEMBER 31, 2024

Section I Summary of Auditor's Results

FINANCIAL STATEMENTS

Auditor's Report

An unmodified opinion has been expressed on the financial statements of the Acadiana Regional Coalition on Homelessness and Housing, Inc. as of and for the year ended December 31, 2024.

Significant Deficiencies - Financial Reporting

There were no significant deficiencies or material weaknesses noted during the audit.

Material Noncompliance - Financial Reporting

No instance of noncompliance material to the financial statements was noted during the audit of the financial statements.

FEDERAL AWARDS

This section is not applicable for the fiscal year ended December 31, 2024.

Section II Findings Relating to an Audit in Accordance With *Government Auditing Standards*

This section is not applicable for the year ended December 31, 2024.

Section III Findings and Questioned Costs Relating to Federal Programs

This section is not applicable for the year ended December 31, 2024.



ACADIANA REGIONAL COALITION  
ON HOMELESSNESS & HOUSING, INC.

SCHEDULE OF PRIOR AUDIT FINDINGS AND RESPONSES  
YEAR ENDED DECEMBER 31, 2023

Section I Internal Control and Compliance Material to the Financial Statements

There were no prior year findings.

MANAGEMENT'S CORRECTIVE ACTION PLAN  
YEAR ENDED DECEMBER 31, 2024

Section I Internal Control and Compliance Material to the Financial Statements

This section not applicable for the year ended December 31, 2024.

Section II Internal Control and Compliance Material to Federal Awards

This section not applicable for the year ended December 31, 2024.

Section III Management Letter

This section not applicable for the year ended December 31, 2024 .