

Central Louisiana Coalition to Prevent Homelessness

Alexandria, Louisiana

Annual Financial Report

May 31, 2024

Table of Contents

Independent Auditors' Report	1
Basic Financial Statements	
Statement of Financial Position	4
Statement of Activities	5
Statement of Cash Flows	6
Statement of Functional Expenses	7
Notes to the Financial Statements	8
Supplementary Data	
Schedule of Compensation, Benefits and Other Payments.....	17
Reports on Internal Control, Compliance, and Other Matters	
Independent Auditors' Report on Internal Control over Financial Reporting and On Compliance and Other Matters based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	19
Schedule of Findings.....	21
Management's Corrective Action Plan.....	23
Summary of Prior Year Audit Findings.....	24



Independent Auditors' Report

To the Board of Directors
Central Louisiana Coalition to Prevent Homelessness
Alexandria, Louisiana

Report on the Financial Statement

Opinion

We have audited the accompanying financial statements of Central Louisiana Coalition to Prevent Homelessness (The Coalition) (a nonprofit organization), which comprise the statement of financial position as of May 31, 2024, and the related statements of activities, cash flows and functional expenses 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 Central Louisiana Coalition to Prevent Homelessness as of May 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Central Louisiana Coalition to Prevent Homelessness 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 these 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 Central Louisiana Coalition to Prevent Homelessness's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 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 Central Louisiana Coalition to Prevent Homelessness'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 Central Louisiana Coalition to Prevent Homelessness'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 compensation, benefits and other payments to executive director, 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 information 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 25, 2024, on our consideration of Central Louisiana Coalition to Prevent Homelessness’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 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 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 Central Louisiana Coalition to Prevent Homelessness’s internal control over financial reporting and compliance.



KnightMasden
Alexandria, Louisiana
November 25, 2024



Central Louisiana Coalition to Prevent Homelessness
Statement of Financial Position
May 31, 2024

Assets	
Current Assets	
Cash and cash equivalents	\$ 6,475
Grants and pledges receivable	67,880
Investments	<u>2,312</u>
Total Current Assets	76,667
Plant, Property and Equipment, net	<u>396,450</u>
Total Assets	<u><u>\$ 473,117</u></u>
Liabilities and Net Assets	
Current Liabilities	
Accounts payable	\$ 13,221
Payroll liabilities	25,208
Notes payable - current portion	<u>7,440</u>
Total Current Liabilities	45,869
Notes payable, net of current portion	<u>251,578</u>
Total Liabilities	297,447
Net Assets	
without Donor Restriction	<u>175,670</u>
Total Net Assets	<u>175,670</u>
Total Liabilities and Net Assets	<u><u>\$ 473,117</u></u>

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

Central Louisiana Coalition to Prevent Homelessness
Statement of Activities
For the Year Ended May 31, 2024

	without Donor <u>Restrictions</u>	<u>Total</u>
Revenues		
Contributions, gifts and grants	\$ 459,373	\$ 459,373
Contributions, gifts and grants - non cash	128,611	128,611
Program service income	20,261	20,261
Fundraising income	7,350	7,350
Investment income	489	489
Other income	<u>1,524</u>	<u>1,524</u>
Total Revenues	617,608	617,608
Functional Expenses		
Program Services		
Continuum of Care (CoC)	35,776	35,776
Coordinated Entry	84,096	84,096
Homeless Management Information System (HMIS)	75,698	75,698
Louisiana Integrated Treatment Services (LITS)	172,291	172,291
Outreach	<u>231,156</u>	<u>231,156</u>
Total Program Services	599,017	599,017
Supporting Services		
Management and general	<u>50,757</u>	<u>50,757</u>
Total Functional Expenses	<u>649,774</u>	<u>649,774</u>
Change in Net Assets	(32,166)	(32,166)
Net Assets - Beginning	<u>207,836</u>	<u>207,836</u>
Net Assets - Ending	<u>\$ 175,670</u>	<u>\$ 175,669</u>

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

Central Louisiana Coalition to Prevent Homelessness
Statement of Cash Flows
For the Year Ended May 31, 2024

Cash Flows from Operating Activities	
Change in Net Assets	\$ (32,166)
Adjustments to reconcile changes in net assets to net cash provided (used) by operating activities	
Depreciation	14,298
Income from investment account	(489)
(Increase) decrease in accounts receivable	(13,605)
(Increase) decrease in inventory	
Increase (decrease) in accounts payable	11,923
Increase (decrease) in payroll liabilities	<u>(1,271)</u>
Net Cash Provided/(Used) by Operating activities	<u>(21,310)</u>
Cash flows from Investing Activities	
Purchase of investments	<u>(1,064)</u>
Net Cash Provided/(Used) by Investing Activities	(1,064)
Cash flows from Financing Activities	
Advances on notes payable	121,050
Payments on notes payable	<u>(88,876)</u>
Net Cash Provided/(Used) by Financing Activities	<u>32,174</u>
Net Increase (Decrease) in Cash and Cash Equivalents	9,800
Cash and Cash Equivalents - Beginning	<u>(3,325)</u>
Cash and Cash Equivalents - Ending	<u>\$ 6,475</u>

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

Central Louisiana Coalition to Prevent Homelessness
Statement of Functional Expenses
For the Year Ended May 31, 2024

	<u>CoC</u>	<u>Coordinated Entry</u>	<u>HMIS</u>	<u>LITS</u>	<u>Outreach</u>	<u>Total Program Service</u>	<u>Management and General</u>	<u>Total Expenses</u>
Payroll expenses	\$ 19,247	\$ 67,567	\$ 53,106	\$ 77,961	\$ 73,259	\$ 291,140	\$ 3,377	\$ 294,517
Repairs and maintenance	2,036	2,036	2,036	3,088	4,142	13,338	49	13,387
Supplies	1,297	1,297	1,385	3,260	2,594	9,833	130	9,963
Professional fees	4,713	4,713	4,713	4,713	5,352	24,204	10,526	34,730
Direct program expenses	1,111	1,111	7,086	73,040	132,275	214,623	-	214,623
Insurance	3,081	3,081	3,081	5,226	8,327	22,796	5,326	28,122
Utilities	1,715	1,715	1,715	2,427	2,427	9,999	1,004	11,003
Interest and bank charges	203	203	203	203	407	1,219	27,912	29,131
Depreciation	2,373	2,373	2,373	2,373	2,373	11,865	2,433	14,298
						-		
	<u>\$ 35,776</u>	<u>\$ 84,096</u>	<u>\$ 75,698</u>	<u>\$ 172,291</u>	<u>\$ 231,156</u>	<u>\$ 599,017</u>	<u>\$ 50,757</u>	<u>\$ 649,774</u>

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

Central Louisiana Coalition to Prevent Homelessness
Notes to the Financial Statements
May 31, 2024

Note 1 – Summary of Significant Accounting Policies

Nature of Activities

The Central Louisiana Coalition to Prevent Homelessness, Inc. (the Coalition) is a nonprofit corporation located in Alexandria, Louisiana, that was formed to end homelessness in the Central Louisiana area by providing sustainable housing to homeless individuals. The mission of the Coalition is to identify, advocate, and mobilize community resources to ensure all people in Central Louisiana have access to stable homes. Program activities conducted in pursuit of this mission are described as follows:

CoC – The Continuum of Care (CoC) is a federally-recognized designation for a collective impact collaboration within a community. The Coalition serves as the CoC collaborative applicant for the Central Louisiana region, a designation by the U.S. Department of Housing and Urban Development (HUD). In this role, the Coalition is responsible for submitting the community’s grant applications and homelessness reports to HUD on behalf of its members for CoC and Emergency Solutions Grant Program (ESGP) funds. Direct housing and service programs under CoC include the Planning and Homeless Prevention programs.

Coordinated Entry – Coordinated Entry is an effort among CoC providers to assess each homeless individual and family using a uniform and standardized process. The Coalition uses this process to ensure that all people experiencing a housing crisis have fair and equal access and are quickly identified, assessed for, referred, and connected to housing and assistance based on their severity of needs, rather than first come/first served.

HMIS – The Homeless Management Information System (HMIS) is a web -based database used to track and report homelessness services and shelter stays in an effort to reduce service duplications within the community and to understand local trends in homelessness.

LITS Housing – Louisiana Integrated Treatment Services (LITS) is a permanent supportive housing program that provides housing and supportive services for individuals who are considered chronically homeless with a co-occurring disability (diagnosis of a mental illness and a history of, or current, substance abuse disorder.) The goal is to assist chronically homeless individuals and families with maintaining permanent housing.

Outreach – The Outreach program conducts street outreach activities to locate and identify individuals who regularly sleep unsheltered or in places not meant for human habitation. The program provides case management and support to assist individuals with locating appropriate housing and/or shelter and accessing services. The Outreach program also provides a one-stop homelessness resource center organized for the purpose of assisting homeless persons and families with obtaining an income, providing a hygiene center for people experiencing homelessness, and meeting some basic needs of homeless individuals to assist them with securing income and housing.

Central Louisiana Coalition to Prevent Homelessness
Notes to the Financial Statements
May 31, 2024

Note 1 – Summary of Significant Accounting Policies (Continued)

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with the generally accepted accounting principles. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Coalition and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions – Net assets not subject to donor-imposed stipulations.

Net Assets with Donor Restrictions – Net assets subject to donor-imposed stipulations that may or will be met, either by actions of The Coalition and/or the passage of time or be permanently maintained by The Coalition. When a restriction expires, 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.

Income Taxes

The Coalition is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code. Furthermore, the Coalition is not classified as a “private foundation” by the Internal Revenue Service.

Cash and Cash Equivalents

Cash and cash equivalents represent unrestricted bank deposits and highly liquid investments with original maturities of three months or less.

Pledges and Grants Receivable

The Coalition uses the allowance method to determine uncollectible pledges and grants receivable. Receivables are recorded net of an allowance for doubtful accounts based on management’s estimate using a specific identification method.

Investments

On December 31, 2001, the Coalition established a non-endowed agency fund at the Central Louisiana Community Foundation (the Foundation), by transferring \$1,000 into this fund. The fund is held by the Foundation for the purpose of administering funds for various charitable, cultural, educational, and scientific purposes and organizations primarily in the Central Louisiana community. These funds are not subject to restrictions whether by donor or otherwise, nor are they required to be held permanently or for any designated purposes other than charitable purposes within the corporate powers of the Coalition. The principal and earnings may be expended in whole or in part as stated in the agreement.

Central Louisiana Coalition to Prevent Homelessness
Notes to the Financial Statements
May 31, 2024

Note 1 – Summary of Significant Accounting Policies (Continued)

Investments (Continued)

Central Louisiana Coalition to Prevent Homelessness, Inc. reports all investments in marketable securities with readily determinable values and all investments in debt securities at their fair value in the statement of financial position. Investments in cash management funds are stated at cost, which approximates fair value. Net realized gains and losses on investments are reported in the statement of activities as increases or decreases in the respective net asset classes.

The Coalition may request distribution of all or part of the principal it contributes to the fund as well as any income from the fund. The Board of the Foundation will grant such a request if it concludes that such a distribution is consistent with the charitable purposes of the fund. If the Foundation ceases to be a qualified charitable organization, the Foundation shall distribute the assets of the fund in a manner and to any organization serving the Central Louisiana community that satisfies the requirements of a qualified charitable organization and serves purposes similar to those of the Coalition.

Land, Buildings and Equipment

Land, buildings and equipment are recorded at cost on the date of acquisition. Donated property is recorded at the estimated fair value upon receipt. Depreciation on buildings and equipment is computed using the straight-line basis over estimated useful lives ranging from 3 to 40 years. The Coalition capitalizes property and equipment if its value is \$500 or more, and its useful life is more than one year.

Repairs, maintenance and minor replacements are charged to operations as incurred. Major replacements and improvements are capitalized at cost. When capitalized items are sold or retired, the related cost and accumulated depreciation are removed from the accounts and any gain or loss is included in the results of operations.

Assets donated with explicit restrictions regarding their use and contributions of cash designated to acquire property and equipment are reported as temporarily restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, The Coalition reports expirations of donor restrictions when the donated or acquired assets are placed in service. Temporarily restricted net assets are reclassified to unrestricted net assets at that time.

Revenue Recognition

The Coalition reports contributions and grants as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, 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.

Central Louisiana Coalition to Prevent Homelessness
Notes to the Financial Statements
May 31, 2024

Note 1 – Summary of Significant Accounting Policies (Continued)

Revenue Recognition (Continued)

The Coalition reports gifts of land, buildings, and equipment as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as support with donor restrictions. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Coalition reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Funds with donor restrictions are used to differentiate the resources whose use is restricted by donors or grantors from the resources on which donors or grantors have placed no restriction or the resources that arise as a result of the operations of the Coalition for its stated purpose.

Donated Services

Volunteers are utilized extensively for both program and supporting services. Contributed services are recognized if the services require specialized skills and the Coalition would be required to purchase these services if donated services were not available.

Donated Materials and Supplies

The Coalition receives various materials and supplies which are distributed to homeless individuals. Most of the items distributed by the Coalition have little or no fair market value; however, large quantities of food and hygiene products are collected, stored, and distributed. The distribution of food and hygiene products is an important component of the Coalition's program activities. Donated materials and supplies are reflected as contributions of nonfinancial assets at their estimated value at the date of receipt and are recorded as expenses for current operations.

Accrued Vacation

Vacation is earned at varying rates by qualifying full-time and part-time employees depending on length of service. Employees are allowed to carry forward a maximum of 5 to 20 days of unused vacation from the previous year, depending on their employment status (i.e., full-time or part-time). The liability at year-end is shown as a current liability in the statement of financial position. Qualifying full-time or part-time employees may also accrue up to 30 days of sick leave, but they are not paid for unused sick leave upon termination of employment. Therefore, no liability for accrued sick leave is reflected in the accompanying financial statements.

Advertising Costs

Advertising costs are expensed when incurred.

Costs incurred by the Coalition from providing various program and supporting services have been presented on a functional basis in the statement of functional expenses. Accordingly, costs have been allocated on a reasonable and consistent basis among the functional areas benefited.

Central Louisiana Coalition to Prevent Homelessness
Notes to the Financial Statements
May 31, 2024

Note 1 – Summary of Significant Accounting Policies (Continued)

Functional Allocation of Expenses

Most expenses are charged directly to program or supporting services based on specific identification. Certain categories of expenses attributable to administrative support include salaries and related employee benefits, buildings and grounds, office expense, professional fees, telephone, and utilities. These expenses are allocated based on estimates of time and effort. Expenses related to more than one function are charged to programs and supporting services using management’s estimate of the activities benefited.

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.

Leases

In February 2016, FASB issued ASU 2016-02, Leases (Topic 842), which among other things, requires the recognition of right-of-use lease assets and lease liabilities on the balance sheet of lessees for operating leases, along with the disclosure of key information about leasing arrangements. A lessee is required to record lease assets and lease liabilities for all leases with a term of greater than 12 months. Leases with a term of 12 months or less will be accounted for in a manner similar to existing guidance for operating leases today.

Note 2 – Grants Receivable

The Coalition had grants receivable from the following grantors at May 31, 2024:

U.S. Department of Housing and Urban Development	\$21,651
Louisiana Housing Corporation	<u>46,229</u>
Total	<u>\$67,880</u>

Note 3 – Investments and Marketable Securities

The Coalition has a local non-endowed agency fund with the Central Louisiana Community Foundation (the Foundation). The value of the investment at May 31, 2024 was \$2,312.

Central Louisiana Coalition to Prevent Homelessness
Notes to the Financial Statements
May 31, 2024

Note 4 – Fair Value Measurement

FASB ACS 820-10, Fair Value measurement, defines fair value, establishes a framework for measuring fair value, establishes a three-level valuation hierarchy for disclosure of fair value measurement and enhances disclosure requirements for fair value measurements. The valuation hierarchy is based upon the transparency of inputs to the valuation of the fair value of an asset or liability as of the measurement date. The three levels are defined as follows:

Level 1 – Represented by quoted prices that are available in an active market. Level 1 securities include checking and savings accounts, certificates of deposit, highly liquid government bonds, treasury securities, mortgage products and exchange traded equities.

Level 2 – Represented by assets and liabilities similar to Level 1 where quoted prices are not available, but observable, either directly or indirectly through corroboration with observable market data and estimated using pricing models or discounted cash flows. Level 2 securities would include U.S. agency securities, mortgage-backed agency securities, obligations of states and political subdivisions, and certain corporate, asset backed securities, and swap agreements.

Level 3 – Represented by financial instruments where there is limited activity or unobservable market prices and pricing models significant to determining the fair value measurement include the reporting entity’s own assumptions about market risk. Level 3 securities would include hedge funds, private equity securities, and private investments in public entities.

Fair value of assets measured on a recurring basis at May 31, 2024 are as follows:

<u>Description</u>	<u>Fair Value Measurement at May 31, 2024</u>			
	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Cash	\$6,476	\$6,476	-	-
Investments	\$2,312	-	\$2,312	-

Note 5 – Land, Buildings and Equipment

Land, buildings and equipment utilized by the Coalition are presented as follows:

<u>Description</u>	<u>Life</u>	
Building and Improvements	7 - 40 years	\$483,792
Furniture, Fixtures and Equipment	5 – 7 years	67,259
Vehicles	5 – 7 years	21,358
Accumulated Depreciations		<u>(175,959)</u>
Net		<u>\$396,450</u>

Depreciation expense for 2024 was \$14,298.

Central Louisiana Coalition to Prevent Homelessness
Notes to the Financial Statements
May 31, 2024

Note 6 – Notes Payable

On August 25, 2023, the Coalition refinanced the balance of a balloon payment note and the line of credit, through First Guaranty Bank, in the amount of \$215,161. The terms of the loan include payments of \$1,981, including interest at seven and one-quarter percent (7.25%), shall be made monthly through September 4, 2028. Beginning October 4, 2028, the terms of the loan include payments of \$2,162, including interest at nine and one-quarter percent (9.25%), and shall be made monthly through September 4, 2038.

On August 25, 2023, the Coalition entered into a note with First Guaranty Bank in the amount of \$50,000. The has a stated interest rate 7.25% and calls for monthly interest payments with the principal due at August 25, 2026.

Notes payable are shown on the financial statements:

	<u>Short-Term</u>	<u>Long-Term</u>	<u>Total</u>
First Guaranty Bank Mortgage	\$7,440	\$201,578	\$209,018
First Guaranty Loan	<u>-</u>	<u>50,000</u>	<u>50,000</u>
Total	\$7,440	\$251,578	\$259,018

Future maturities of notes payable are as follows:

<u>Year Ending May 31,</u>	
2025	\$7,440
2026	\$9,257
2027	\$59,961
2028	\$10,683
2029	\$11,531
2030+	\$160,146

Note 7 – Donated Supplies and Services

During the year ending May 31, 2024, The Coalition received donated material and supplies, consisting of food, hygiene products and clothing, in the amount of \$128,611.

Unpaid volunteers have made significant contributions of their time to The Coalition. The value of the contributed time is not reflected in these statements since it is not susceptible to an objective measurement.

Note 8 – Income Taxes

The Coalition’s tax return for the years ended May 31, 2021 through May 31, 2023, remain open and subject to examination by taxing authorities. The tax return for the year ended May 31, 2024 has not been filed as of the report date.

Central Louisiana Coalition to Prevent Homelessness
Notes to the Financial Statements
May 31, 2024

Note 8 – Income Taxes (continued)

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the organization and recognize a tax liability (or asset) if the organization has undertaken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. Management has analyzed the tax positions taken by the organization, and has concluded that as of May 31, 2024, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or assets) or disclosure in the financial statements.

Note 9 – Liquidity Note

The Coalition monitors its liquidity so that it is able to meet its operating needs and other contractual commitments while maximizing the investment of its excess operating cash. As part of The Coalition’s liquidity management, The Coalition structures its financial assets to be available as general expenditures, liabilities, and other obligations become due. The following reflects The Coalition’s financial assets as of May 31, 2024, reduced by amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions.

Financial assets:	
Cash	\$6,476
Investments	<u>2,312</u>
Total financial assets available to meet cash needs for general expenditures within one year	<u>\$8,788</u>

Note 10 – Related Party Transactions

On May 22, 2023, the Coalition entered into a short-term installment note with two board members, in the amount of \$14,000. Both loans were paid in full during the year.

Note 11 – Concentration

The U.S. Department of Housing and Urban Development (HUD) provided \$256,004 in grants during the year ended May 31, 2024, which is approximately forty-six (41%) of total revenue and support. Without these grants, programs would be significantly affected.

Note 12 – Subsequent Events

The Coalition has no material subsequent events that would require disclosure. Subsequent events have been evaluated through November 25, 2024, which is the date the financial statements were available for issuance.

Supplementary Information

Central Louisiana Coalition to Prevent Homelessness
Schedule of Compensation, Benefits and Other Payments to Katherine Wynn,
Executive Director
For the Year Ended May 31, 2024

<u>Purpose</u>	<u>Amount</u>
Salary	<u>\$ 60,000</u>
	<u>\$ 60,000</u>

Reports on 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***

Board of Directors
Central Louisiana Coalition to Prevent Homelessness
Alexandria, 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 Central Louisiana Coalition to Prevent Homelessness (The Coalition) (a nonprofit organization), which comprise the statement of financial position as of May 31, 2024, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 25, 2024.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether The Coalition'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*.

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.



KnightMasden
Alexandria, Louisiana
November 25, 2024



Central Louisiana Coalition to Prevent Homelessness
Schedule of Findings
For the Year Ended May 31, 2024

A. Summary of Auditors' Results

Financial Statements

1. Type of auditors' report	Unmodified
2. Internal control over financial reporting:	
a. Material weakness identified?	No
b. Significant deficiencies identified not considered material weakness?	None noted
c. Noncompliance material to the financial statements noted?	No

Central Louisiana Coalition to Prevent Homelessness
Schedule of Findings
For the Year Ended May 31, 2024

B. Findings – Financial Statement Audit

INTERNAL CONTROL AND COMPLIANCE FINDING

No current year findings.

Central Louisiana Coalition to Prevent Homelessness
Management's Corrective Action Plan
For the Year Ended May 31, 2024

No current year findings.

Central Louisiana Coalition to Prevent Homelessness
Summary of Prior Year Audit Findings
For the Year Ended May 31, 2024

No prior year audit findings.