

AUDITED FINANCIAL STATEMENTS

HOMEAGAIN AND SUBSIDIARY

**FOR THE YEARS ENDED
JUNE 30, 2020 AND JUNE 30, 2019**

HOMEAGAIN AND SUBSIDIARY

AUDITED

FINANCIAL STATEMENTS

FOR THE YEARS ENDED

JUNE 30, 2020 AND JUNE 30, 2019

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report	1
FINANCIAL STATEMENTS	
Statements of Financial Position	3
Statements of Activities	5
Statements of Cash Flows.....	6
Statements of Functional Expenses	7
Notes to Financial Statements	8
SUPPLEMENTAL INFORMATION	
Schedule of Expenditures of Federal Awards	15
Schedule of Prior Audit Findings	17
Schedule of Findings and Questioned Costs	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 Government Auditing Standards	20
Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance as Required by the Uniform Guidance.....	22



Dooley & Vicars
Certified Public Accountants, L.L.P.

Daniel J. Dooley, C.P.A.
Michael H. Vicars, C.P.A.

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
HomeAgain and Subsidiary
Richmond, Virginia

We have audited the accompanying financial statements of HomeAgain and Subsidiary (a nonprofit Organization) as of and for the years ended June 30, 2020 and June 30, 2019 and the related notes to the financial statements, which collectively comprise the entity's basic financial statements, as listed in the Table of Contents.

Management's Responsibility 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; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits 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. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of HomeAgain and Subsidiary at June 30, 2020 and June 30, 2019 and the changes in its net position and, where applicable, its cash flows thereof for the years ended in accordance with accounting principles generally accepted in the United States of America.

INDEPENDENT AUDITOR'S REPORT
(Continued)

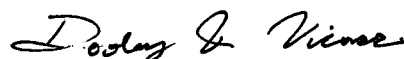
Other Matters

Our audits were conducted for the purpose of forming an opinion on the financial statements that collectively comprise HomeAgain and Subsidiary's basic financial statements.

The accompanying Schedule of Expenditures of Federal Awards are presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the financial statements. The other supplementary information is the responsibility of management as was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audits 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other information is fairly stated in all material respects in relation to the basic 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 April 30, 2021, on our consideration of HomeAgain and Subsidiary'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 the 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 HomeAgain and Subsidiary's internal control over financial reporting and compliance.



Dooley & Vicars
Certified Public Accountants, L.L.P

April 30, 2021

HOMEAGAIN AND SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2020 AND JUNE 30, 2019

3

ASSETS

<u>Current Assets</u>	<u>2020</u>	<u>2019</u>
Cash	\$ 438,649	\$ 91,336
Cash - With Donor Restrictions	25,981	16,721
Grants Receivable	120,858	314,867
Promises to Give	12,013	64,261
Other Receivables	-	9,322
Prepaid Expenses	1,673	3,845
	<hr/>	<hr/>
Total Current Assets	599,174	500,352
	<hr/>	<hr/>
<u>Fixed Assets</u>		
Land	65,000	65,000
Buildings	1,938,655	1,938,655
Furniture	91,908	89,841
Vehicles	67,302	67,302
Construction in Progress	9,537	-
Accumulated Depreciation	(1,773,060)	(1,720,127)
	<hr/>	<hr/>
Total Fixed Assets	399,342	440,671
	<hr/>	<hr/>
<u>Other Assets</u>		
Investments (Endowment Fund) With Donor Restrictions	162,783	172,886
	<hr/>	<hr/>
Total Other Assets	162,783	172,886
	<hr/>	<hr/>
TOTAL ASSETS	\$ 1,161,299	\$ 1,113,909
	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes are an integral part of these financial statements

HOMEAGAIN AND SUBSIDIARY
 STATEMENTS OF FINANCIAL POSITION
 JUNE 30, 2020 AND JUNE 30, 2019
 (CONTINUED)

LIABILITIES AND NET ASSETS

<u>Current Liabilities</u>	<u>2020</u>	<u>2019</u>
Accounts Payable and Accrued Expenses	\$ 58,782	\$ 78,972
Total Current Liabilities	<u>58,782</u>	<u>78,972</u>
<u>Long term Liabilities</u>		
Note Payable - PPP Loan	<u>235,600</u>	<u>-</u>
Total Long-Term Liabilities	<u>235,600</u>	<u>-</u>
<u>Net Assets</u>		
Without Donor Restrictions	678,153	845,330
With Donor Restrictions	<u>188,764</u>	<u>189,607</u>
Total Net Assets	<u>866,917</u>	<u>1,034,937</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,161,299</u>	<u>\$ 1,113,909</u>

The accompanying notes are an integral part of these financial statements

**HOMEAGAIN AND SUBSIDIARY
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2020 AND JUNE 30, 2019 (totals)**

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
	2020	2019	2019
SUPPORT AND REVENUE			
Government Grants	\$ 1,512,800	\$ -	\$ 1,512,800
Contributions	439,831	13,154	452,985
United Way	36,511	-	36,511
Program Fees and Other Revenue	39,051	-	39,051
Fundraising	158,749	-	158,749
In-Kind Revenue	96,625	-	96,625
Unrealized Gain (Loss) on Investments	20	4,687	4,707
Interest and Dividend Income	2,283,587	17,841	2,301,428
	<u>18,684</u>	<u>(18,684)</u>	<u>-</u>
Net Assets Released from Restriction			
Total Support and Revenue	2,302,271	(843)	2,301,428
	<u>2,302,271</u>	<u>2,301,428</u>	<u>2,401,211</u>
EXPENSES			
Program Services	2,144,418	-	2,144,418
Management and General	163,734	-	163,734
Fund Raising	161,296	-	161,296
Total Expenses	2,469,448	-	2,469,448
	<u>(167,177)</u>	<u>(843)</u>	<u>(168,020)</u>
Increase (Decrease) in Net Assets			(10,204)
NET ASSETS			
Beginning of Year	845,330	189,607	1,034,937
End of Year	\$ 678,153	\$ 188,764	\$ 866,917
	<u>\$ 678,153</u>	<u>\$ 188,764</u>	<u>\$ 866,917</u>
	<u>\$ 1,034,937</u>	<u>\$ 1,034,937</u>	<u>\$ 1,034,937</u>

The accompanying notes are an integral part of these financial statements

**HOMEAGAIN AND SUBSIDIARY
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2020 AND JUNE 30, 2019**

6

<u>Cash Flows from Operating Activities</u>	<u>2020</u>	<u>2019</u>
Change in Net Assets	\$ (168,020)	\$ (10,204)
Adjustments to Reconcile Change in Net Assets		
Depreciation	52,932	53,769
Unrealized and Realized (Gain) Loss on Investment, Net	-	31
(Increase) Decrease in:		
Grants Receivable	194,009	(121,824)
Promises to Give	61,571	(43,583)
Prepaid Expenses	2,172	(1,669)
Increase (Decrease) in:		
Accounts Payable and Accrued Liabilities	(20,190)	18,945
Deferred Revenue	-	(30,000)
Net Cash Provided By (Used In) Operating Activities	<u>122,474</u>	<u>(134,535)</u>
<u>Cash Flows Provided By (Used In) Investing Activities</u>		
Increase in Investments and Cash With Donor Restrictions	10,103	(3,471)
Purchase of Property and Equipment	<u>(11,604)</u>	<u>(11,419)</u>
Net Cash Provided By (Used In) Investing Activities	<u>(1,501)</u>	<u>(14,890)</u>
<u>Cash Flows Provided By (Used In) Financing Activities</u>		
Principal Payments on Long-Term Debt	<u>235,600</u>	<u>(10,768)</u>
Net Cash Provided By (Used In) Financing Activities	<u>235,600</u>	<u>(10,768)</u>
Net Increase (Decrease) in Cash	356,573	(160,193)
Cash at Beginning of Year	<u>108,057</u>	<u>268,250</u>
Cash at End of Year	<u>\$ 464,630</u>	<u>\$ 108,057</u>
<u>Supplemental Disclosure of Cash Flow Information</u>		
Interest Paid	<u>\$ 2,501</u>	<u>\$ 1,438</u>

The accompanying notes are an integral part of these financial statements

HOMEAGAIN AND SUBSIDIARY
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30, 2020 AND JUNE 30, 2019 (totals)

	Program Services					Supporting Services			Total	
	Family Shelter Services	Men's Shelter	Veteran's Transitional	Housing Services	Permanent Supportive Housing	Program Total	Management and General	Fundraising	2020	2019
Salaries	\$ 139,491	\$ 183,324	\$ 210,119	\$ 184,601	\$ 153,187	\$ 870,722	\$ 93,954	\$ 41,368	\$ 1,006,044	\$ 975,722
Fringe Benefits	22,174	24,226	27,710	31,846	25,604	131,560	14,880	5,810	152,250	165,966
Total Payroll Expenses	161,665	207,550	237,829	216,447	178,791	1,002,282	108,834	47,178	1,158,294	1,141,688
In Kind Expense	31,761	41,615	5,522	2,381	-	81,279	668	14,679	96,626	120,465
Client Services	29,659	2,974	3,097	497,510	236,011	769,251	509	-	769,760	765,611
Conference and Training	66	394	351	548	538	1,897	1,642	498	4,037	7,902
Equipment/Maintenance	17,920	15,814	4,512	888	1,965	41,099	3,114	333	44,546	46,701
Insurance	5,431	4,809	4,635	4,693	3,528	23,096	1,255	1,076	25,427	23,757
Interest	-	377	-	-	-	377	2,124	-	2,501	1,438
Occupancy	31,816	38,046	14,264	12,559	6,419	103,104	4,767	2,574	110,445	95,305
Office Expense	2,115	1,420	2,189	2,523	921	9,168	665	6,727	16,560	9,891
Professional Fees	13,548	10,239	13,714	17,365	6,696	61,562	32,022	3,449	97,033	88,955
Supplies/Adminstrative	156	38	111	160	126	591	2,489	698	3,778	5,923
Travel	221	98	176	338	962	1,795	103	250	2,148	4,339
Miscellaneous	-	-	-	-	-	-	-	-	-	1,049
Marketing and Outreach	-	-	-	907	-	907	620	83,834	85,361	44,622
Depreciation	38,772	9,238	-	-	-	48,010	4,922	-	52,932	53,769
Total Expenses	\$ 333,130	\$ 332,612	\$ 286,400	\$ 756,319	\$ 435,957	\$ 2,144,418	\$ 163,734	\$ 161,296	\$ 2,469,448	\$ 2,411,415

The accompanying notes are an integral part of these financial statements

HOMEAGAIN AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2020 AND JUNE 30, 2019

8

Note 1: Nature of Business and Significant Accounting Policies

Nature of Business - HomeAgain and Subsidiary (HomeAgain) provides shelter, supportive services, and financial assistance for homeless individuals and families in the Richmond, Virginia vicinity. Emergency Shelters provide shelter for those experiencing a housing crisis. Permanent Supportive Housing provides permanent housing for those whose household has a member with a disability. Rapid Re-housing provides for financial assistance to quickly house individuals and families and immediately end homelessness. Services include on-going housing, substance abuse and employment counseling, and financial assistance to ensure long-term success.

Basis of Presentation - The financial statements have been prepared in accordance with the Financial Accounting Standards Board's (FASB) Accounting Standards Codification (ASC) 958, Financial Statements of Not-for-Profit Organizations. In accordance with ASC 958, the Corporation 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.

Method of Accounting - The financial statements of HomeAgain have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Consolidation - The consolidated financial statements include the accounts of HomeAgain and its wholly owned subsidiary, ESI Enterprises, Inc. ESI Enterprises was established in 2004 to conduct and support activities that carry out the charitable purposes of HomeAgain, such as acquiring, holding, and operating facilities and other assets used by HomeAgain and conducting capital and endowment campaigns. All significant intercompany balances and transactions have been eliminated in consolidation.

Net Assets Without Donor Restrictions - are those currently available at the discretion of the Board of Directors for use in operations and those resources invested in property and equipment.

Net Assets With Donor Restrictions - are those which are stipulated by donors or grantors for specific program purposes. 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. Donor restricted revenue whose restrictions are met in the same year is reflected as net assets without donor restrictions.

HOMEAGAIN AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2020 AND JUNE 30, 2019
(CONTINUED)

9

Note 1: Nature of Business and Significant Accounting Policies (Cont.)

Grants Receivable and Revenue Recognition - HomeAgain records revenue from all significant grants and contracts as costs are incurred to give recognition to the performance requirements of the various agreements. Grants receivables consist of amounts which have been incurred but not reimbursed by the respective grantor. HomeAgain receives a substantial portion of its operating capital funds from grants and awards.

Donated Materials and Services - The value of donated materials and services that either (a) created or enhanced a nonfinancial asset or (b) required specialized skills, was provided by individuals possessing those skills, and would typically have been purchased if not donated, are recognized in the consolidated financial statements. In addition, many individuals volunteer their time and perform a variety of tasks that assist HomeAgain with specific programs, campaign solicitations, and various committee assignments, for which no value is recognized in the audited consolidated financial statements.

Functional Allocation of Expenses - The cost of providing various programs and other activities has been summarized on a functional basis in the Statement of Activities. Accordingly, all expenses except for in-kind volunteer services are allocated among programs and supporting services benefited.

Cash and Cash Equivalents - For purposes of reporting cash flows, HomeAgain considers cash equivalents to include certificates of deposit and other highly liquid debt instruments purchased with an original maturity of three months or less.

Investments - Investments are held in an investment account and are stated at quoted market values. Changes in fair values are reported as unrealized income or loss in the statement of activities.

Estimates - The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues, and expenses and disclosure of contingent assets and liabilities for the reported periods. Actual results could differ from those estimates.

Income Taxes - HomeAgain is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization has determined that it does not have any material unrecognized tax benefits or obligations as of June 30, 2020 or 2019. Fiscal years ending on or after June 30, 2017 remain subject to examination by federal and state tax authorities.

HOMEAGAIN AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2020 AND JUNE 30, 2019
(CONTINUED)

10

Note 1: Nature of Business and Significant Accounting Policies (Cont.)

Property and Equipment - Land Property and Equipment are recorded at cost. HomeAgain reports donations of land, buildings, and equipment as unrestricted support, unless explicit donor stipulations specify how the donated assets must be used. Such donated property and equipment are recorded as support at their fair market value. Property and equipment are depreciated using the straight line method as follows:

Building	25-30 years
Leasehold Improvements	10 years
Equipment	3-10 years
Vehicles	5 years
Furniture and Fixtures	3-10 years

Impairment of Long-Term Assets - HomeAgain reviews its investment in real estate for impairment whenever events or changes in circumstances indicate that the carrying value of such property may not be recoverable. Recoverability is measured by a comparison of the carrying amount of the real estate to the future net undiscounted cash flow expected to be generated by rental property. There were no impairment losses recognized during 2020 or 2019.

Subsequent Events - Management has evaluated subsequent events through April 30, 2021, the date on which the financial statements were available to be issued.

Note 2: Program Support and Revenue

Contributions, including unconditional pledges, are recognized as revenues in the period received. Conditional pledges are not recognized until the conditions on which they depend are substantially met. Other pledges are restricted by time constraints and revenue is recognized after the noted amount of time has passed. Gifts of securities are recorded at their fair market value when received. Deferred revenue represents inactive revenue for certain programs.

Note 3: Lease Commitments

HomeAgain leases numerous apartments used as program housing space under annual operating leases. Total rent expense under these leases for June 30, 2020 and 2019 were \$232,787 and \$215,790, respectively.

**HOMEAGAIN AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2020 AND JUNE 30, 2019
(CONTINUED)**

Note 4: Concentration of Credit Risk

Financial instruments that potentially subject HomeAgain to a concentration of credit risk consist principally of cash and Certificate of Deposits. HomeAgain maintains banking accounts with SunTrust. Checking and money market account balances are insured by the FDIC and at times balances may exceed FDIC limits.

Note 5: Retirement

HomeAgain has a tax deferred group annuity contract with Mutual of America Life Insurance Company. Substantially all employees of the organization are eligible to become participants under this contract. HomeAgain made no contributions on behalf of eligible participants during 2020 and 2019.

Note 6: Fair Value Measurements

Fair values of assets measured on a recurring basis at June 30, 2020 and 2019 are as follows:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Fair Value of Assets
June 30, 2020		
FDIC Insured Deposits	\$ 124,869	\$ 124,869
Equity Securities	37,914	37,914
	\$ 162,783	\$ 162,783
June 30, 2019		
FDIC Insured Deposits	\$ 122,897	\$ 122,897
Equity Securities	49,989	49,989
	\$ 172,886	\$ 172,886

Level 1-Unadjusted quoted prices that are available in active markets for the identical assets at the measurement date. Fair Values for short-term investments and long-term investments are determined by reference to quoted market prices and other relevant information generated by market transactions. The Organization does not have any Level 2 or Level 3 investments.

HOMEAGAIN AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2020 AND JUNE 30, 2019
(CONTINUED)

Note 7: Endowment Fund and Cash Endowment

The Edward White King Fund was established and controlled by Ann and Don King in honor of their son Edward White King to benefit children at the Espigh Family Shelter and Family INRICH Transition in Place Program. All contributions made to the Fund shall be placed in a separate and discrete interest-bearing account. The interest generated by the contributions placed in the account shall be made available and used exclusively for the benefit of children sheltered by the Emergency Shelter, Inc. The principal amount of the Fund shall not be spent. In the event that the operation of HomeAgain shall cease, the principal amount of the Fund shall be transferred to a charitable organization serving homeless children. HomeAgain shall consult with the King Family to the extent feasible concerning uses of the investment income and any transfer of the principal of the fund.

The composition of endowment net assets for HomeAgain and the changes in endowment net assets as of June 30, 2020 and 2019 are as follows:

	Investments With Donor Restrictions
Endowment Fund Net Assets June 30, 2018	\$ 169,446
Net Appreciation	3,440
Endowment Net Assets June 30, 2019	172,886
Investment Income	4,687
Net Deposits and Withdrawals	(14,790)
Endowment Fund Net Assets June 30, 2020	\$ 162,783
	Cash Endowment With Donor Restrictions
Cash Endowment Net Assets June 30, 2018	\$ 5,419
Net Deposits and Withdrawals	11,302
Cash Endowment Net Assets June 30, 2019	16,721
Net Deposits and Withdrawals	9,260
Cash Endowment Net Assets June 30, 2020	\$ 25,981

HOMEAGAIN AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2020 AND JUNE 30, 2019
(CONTINUED)

Note 8: Compensated Absences

The Organization allows employees to accrue compensated absences and the earned leave to future years. The following summarizes the compensated absence expense and accrual during 2020:

Balance 6/30/2018	Earned	Used	Balance 6/30/2019
\$ 13,899	38,262	36,557	\$ 15,604
Balance 6/30/2019	Earned	Used	Balance 6/30/2020
\$ 15,604	42,911	42,777	\$ 15,738

Note 9: Net Assets With Donor Restrictions

Net assets with donor restrictions as of June 30, 2020 consisted of \$162,753 of Endowment Funds and \$25,981 for the benefit of children sheltered by the Organization.

Net assets with donor restrictions as of June 30, 2019 consisted of \$172,886 of Endowment Funds and \$16,721 for the benefit of children sheltered by the Organization.

Note 10: Notes Payable and Lines of Credit

The Note Payable - PPP Loan is for \$235,600 with interest at 1% per annum. The loan is through the SBA. Payments of \$13,261 per month begin November 11, 2020 and continue until April 11, 2022. This loan was received through the Payment Protection Program that was passed by Congress as part of the CARES Act in response to the pandemic caused by COVID-19. Subsequent to the balance sheet date, the loan was approved to be fully forgiven.

The Organization has a line of credit for up to \$100,000 through Atlantic Union Bank. The line has a variable interest rate that is based on the prime rate as published in the Wall Street Journal. At June 30, 2020, the line of credit has a zero balance.

HOMEAGAIN AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2020 AND JUNE 30, 2019
(CONTINUED)

Note 11: Contingencies and Commitments

During 2020, the World Health Organization declared the outbreak of COVID-19, a novel strain of Coronavirus, a pandemic. The coronavirus outbreak is disrupting supply chains and affecting production and sales across a range of industries. The extent of the impact of the outbreak on operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, impact to the Organization, and governmental, regulatory and private sector responses.

Note 12: Availability and Liquidity

The following represents the Organization's financial assets at June 30, 2020, and June 30, 2019:

	2020	2019
Cash and Cash Equivalents	\$ 464,630	\$ 108,057
Grants Receivable	114,739	314,867
Promises to Give	12,012	64,261
Other Receivables	-	9,322
Prepaid Expenses	1,672	3,845
	<hr/>	<hr/>
Total Financial Assets	593,053	500,352
	<hr/>	<hr/>
Less Amounts Not Available to be Used Within One Year:		
Net Assets with Donor Restrictions	188,764	189,607
	<hr/>	<hr/>
Nonavailable Funds	188,764	189,607
	<hr/>	<hr/>
Financial Assets Available to Meet General Expenditures Over the Next Twelve Months	<u>\$ 404,289</u>	<u>\$ 310,745</u>

The Organization manages its liquidity by completing annual operating budgets that provide sufficient funds for general expenditures in meeting liabilities and other obligations as they become due.

SUPPLEMENTAL INFORMATION

**HOMEAGAIN AND SUBSIDIARY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020**

Schedule of Expenditures of Federal Awards

	<u>Federal CFDA Number</u>	<u>Pass- Through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>Department of Housing and Urban Development</u>			
Rapid Rehousing	14.235*		\$ 199,493
Permanent Supportive Housing Program	14.235*		<u>327,276</u>
			<u>526,769</u>
<u>Pass-Through from City of Richmond:</u>			
Emergency Solutions Grant Program	14.231	N/A	170,000
<u>Pass-Through from VA Dept of Housing and Community Development (VHSP Grant)</u>			
Emergency Solutions Grant Program	14.231	N/A	<u>75,463</u>
			<u>245,463</u>
Total U.S. Department of Housing and Urban Development			<u>772,232</u>
<u>U.S. Department of Veterans Affairs</u>			
Homeless Veterans Reintegration Project and Per Diem Program	64.024		<u>356,826</u>
			<u>356,826</u>
<u>U.S. Department Of Agriculture</u>			
Child and Adult Care Food Program	10.558		<u>7,687</u>
			<u>7,687</u>
TOTAL FEDERAL FINANCIAL ASSISTANCE			<u><u>\$ 1,136,745</u></u>

* Denotes a Major Program

HOMEAGAIN AND SUBSIDIARY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020
(CONTINUED)

16

Notes to Schedule of Expenditures of Federal Awards

Note A - Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of HomeAgain and Subsidiary. Under programs of the federal government for the year ended June 30, 2020. 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 Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of HomeAgain, Inc., it is not intended to and does not present the financial position, changes in net assets or cash flows of HomeAgain and Subsidiary.

Note B - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Pass-through entity identifying numbers are presented where available

Note C - Indirect Cost Allocation

HomeAgain and Subsidiary has not elected to use the 10-percent de minimus indirect cost rate as allowed under Uniform Guidance.

**HOMEAGAIN AND SUBSIDIARY
SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2020**

There were no prior year audit findings

**HOMEAGAIN AND SUBSIDIARY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2020**

Section I - Summary of Auditor's Results

Financial Statements

Type of Auditor's report issued: Unmodified

Internal control over financial reporting:

* Material weakness(es) identified? yes X no

* Significant Deficiency(s) identified that are not considered to be material weakness(es)? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

* Material weakness(es) identified? yes X no

* Significant Deficiency(s) identified that are not considered to be material weakness(es)? yes X none reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with Title 2, Part 200 (Uniform Guidance)? yes X no

Identification of major programs:

CFDA Number

14.235

Name of Program

Supportive Housing Program

Dollar threshold used to distinguish between type A and B programs: \$ 750,000

Auditee qualified as low-risk auditee? X yes no

**HOMEAGAIN AND SUBSIDIARY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2020
(Continued)**

19

Section II - Financial Statement Findings

There were no financial statement findings.

Section III - Federal Awards Findings and Questioned Costs

There were no financial awards findings or questioned costs.



**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
HomeAgain and Subsidiary
Richmond, Virginia

We have audited, 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, the financial statements of HomeAgain and Subsidiary, which comprise of the statement of financial position as of June 30, 2020 and June 30, 2019, and the related statements of activities, changes in net position, and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon April 30, 2021.

Internal Control over Financial Reporting

In planning and performing our audit, we considered HomeAgain and Subsidiary's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of HomeAgain and Subsidiary's internal control. Accordingly, we do not express an opinion on the effectiveness of HomeAgain and Subsidiary'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 over financial reporting 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 significant deficiencies or material weaknesses. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether HomeAgain and Subsidiary'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*.

**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
(CONTINUED)**

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.



Dooley & Vicars
Certified Public Accountants

April 30, 2021



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

To the Board of Directors
HomeAgain and Subsidiary
Richmond, Virginia

Report on Compliance for Each Major Program

We have audited HomeAgain and Subsidiary's compliance with the types of compliance requirements described in the *(OMB) Uniform Guidance Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year then ended June 30, 2020. HomeAgain and Subsidiary's major federal programs are identified in the summary of auditor's results section with the accompanying schedule of findings and questions costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of HomeAgain and Subsidiary's major federal programs based on our audit of the types of compliance requirements referred to above.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about HomeAgain and Subsidiary's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance with each major program. However, our audit does not provide a legal determination on HomeAgain and Subsidiary's compliance.

Opinion on Each Major Program

In our opinion, HomeAgain and Subsidiary complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs identified above for the year then ended June 30, 2020.

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM
GUIDANCE (CONTINUED)**

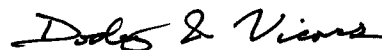
Report on Internal Control over Compliance

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

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 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 the attention by those charged with governance.

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

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 our testing based on the requirements of *OMB Uniform Guidance*. Accordingly, this report is not suitable for any other purpose.



Dooley & Vicars
Certified Public Accountants

April 30, 2021