

COMMUNITY REBUILDERS

Grand Rapids, Michigan

**Additional Reports Required by
the Uniform Guidance**

For the year ended
December 31, 2022

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**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**

June 23, 2023

To the Board of Directors
Community Rebuilders
Grand Rapids, Michigan

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 Community Rebuilders (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, 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 June 23, 2023.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Community Rebuilders' 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Certified Public Accountants
Grand Rapids, Michigan

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

June 23, 2023

To the Board of Directors
Community Rebuilders
Grand Rapids, Michigan

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Community Rebuilders' compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on Community Rebuilders' major federal program for the year ended December 31, 2022. Community Rebuilders' major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Community Rebuilders complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Community Rebuilders and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of Community Rebuilders' compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Community Rebuilders' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Community Rebuilders' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Community Rebuilders' internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

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

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

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

Report On Schedule Of Expenditures Of Federal Awards Required By The Uniform Guidance

We have audited the financial statements of Community Rebuilders as of and for the year ended December 31, 2022 and have issued our report thereon dated June 23, 2023, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.



Certified Public Accountants
Grand Rapids, Michigan

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

COMMUNITY REBUILDERS

For the year ended December 31, 2022

Federal Grantor Pass Through Grantor Program Title Grant Number	Federal Assistance Listing Number	Approved Grant Award Amount
U.S. Department of Housing and Urban Development		
Direct Awards:		
Continuum of Care Program:		
LOFT Supportive Services:		
MI0315L5F062010	14.267	\$ 416,082
MI0315L5F062111		<u>416,082</u>
Total LOFT Supportive Services		<u>832,164</u>
HEROES Supportive Services:		
MI0345L5F062009	14.267	160,964
MI0345L5F062110		<u>160,964</u>
Total HEROES Supportive Services		<u>321,928</u>
Housing Solutions:		
MI0412L5F062007	14.267	601,943
MI0412L5F062108		<u>601,943</u>
Total Housing Solutions		<u>1,203,886</u>
Keys First:		
MI0415L5F062007	14.267	918,834
MI0415L5F062108		<u>932,346</u>
Total Keys First		<u>1,851,180</u>
First Step Housing:		
MI0578L5F062003	14.267	887,487
MI0578L5F062104		<u>905,199</u>
Total First Step Housing		<u>1,792,686</u>

See notes to schedule of expenditures of federal awards.

Accrued (Deferred) Revenue At January 1, 2022	(Memo Only) Prior Year Expenditures	Current Year Expenditures	Passed Through to Sub-recipients	Current Year Receipts (Cash Basis)	Accrued (Deferred) Revenue At December 31, 2022
\$ 20,412	\$ 383,387	\$ 32,695	\$ -	\$ 53,107	\$ -
-	-	408,612	-	407,809	803
20,412	383,387	441,307	-	460,916	803
2,533	117,664	43,300	-	45,833	-
-	-	136,953	-	133,773	3,180
2,533	117,664	180,253	-	179,606	3,180
21,633	118,457	483,486	-	505,119	-
-	-	120,843	-	101,596	19,247
21,633	118,457	604,329	-	606,715	19,247
40,709	134,217	784,617	169,334	825,326	-
-	-	223,700	40,893	134,475	89,225
40,709	134,217	1,008,317	210,227	959,801	89,225
75,048	75,048	812,440	492,879	878,084	9,404
-	-	76,251	43,998	-	76,251
75,048	75,048	888,691	536,877	878,084	85,655

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

COMMUNITY REBUILDERS

For the year ended December 31, 2022

Federal Grantor Pass Through Grantor Program Title Grant Number	Federal Assistance Listing Number	Approved Grant Award Amount
Partners Achieving Change Together (PACT):	14.267	
MI0650D5F061900		\$ 423,780
MI0650D5F062001		443,700
MI0650D5F062102		<u>454,416</u>
Total PACT		<u>1,321,896</u>
Total Direct Awards		<u>7,323,740</u>
Passed through YMCA West Central Michigan:		
Project HEAL:	14.267	
MI0616D5F061901		<u>371,971</u>
Passed through Kent County:		
Shelter Plus Care Program - TRA:	14.267	
MI0173L5F062013		1,102,711
MI0173L5F062114		<u>1,152,043</u>
Total Shelter Plus Care Program - TRA		<u>2,254,754</u>
Shelter Plus Care Program - SRA:	14.267	
MI0174L5F062013		539,135
MI0174L5F062114		<u>565,967</u>
Total Shelter Plus Care Program - SRA		<u>1,105,102</u>
Total Continuum of Care Program		<u>11,055,567</u>
Home Investment Partnerships Program:		
Kent Together	14.239	<u>1,813,000</u>
Total Passed through Kent County		<u>5,172,856</u>
Passed through City of Grand Rapids:		
Home Investment Partnerships Program:	14.239	
Gather and Align to End Homelessness:		
91737-D		900,000
Tenant Based Rental Assistance:	14.239	
90740-14306		380,604
91737-C		<u>-</u>

See notes to schedule of expenditures of federal awards.

Accrued (Deferred) Revenue At January 1, 2022	(Memo Only) Prior Year Expenditures	Current Year Expenditures	Passed Through to Sub-recipients	Current Year Receipts (Cash Basis)	Accrued (Deferred) Revenue At December 31, 2022
\$ 5,760	\$ 414,998	\$ -	\$ -	\$ 5,760	\$ -
109,073	109,073	334,627	-	443,700	-
-	-	98,240	7,474	78,777	19,463
114,833	524,071	432,867	7,474	528,237	19,463
275,168	1,352,844	3,555,764	754,578	3,613,359	217,573
355	146,588	-	-	355	-
34,097	514,295	588,416	-	622,513	-
-	-	615,156	-	578,039	37,117
34,097	514,295	1,203,572	-	1,200,552	37,117
9,986	264,673	274,462	-	284,448	-
-	-	306,263	-	288,438	17,825
9,986	264,673	580,725	-	572,886	17,825
319,606	2,278,400	5,340,061	754,578	5,387,152	272,515
25,020	1,080,645	162,355	-	187,375	-
69,103	1,859,613	1,946,652	-	1,960,813	54,942
-	-	23,460	-	-	23,460
-	-	227,115	-	224,907	2,208
-	-	132,042	-	66,208	65,834

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

COMMUNITY REBUILDERS

For the year ended December 31, 2022

Federal Grantor Pass Through Grantor Program Title Grant Number	Federal Assistance Listing Number	Approved Grant Award Amount
Total Passed through City of Grand Rapids		\$ 1,280,604
Total Home Investment Partnerships Program		3,093,604
Passed through Michigan State Housing Development Authority: Emergency Solutions Grant Program:		
MSHDA 2020-2021	14.231	176,000
MSHDA 2021-2022		53,290
MSHDA CV 2020-2021		234,532
Total Passed Through MSHDA		463,822
Passed through the City of Grand Rapids: Emergency Solutions Grant Program:		
89746-12822	14.231	2,008,302
E-21-MC-26-0019		250,817
Total Passed through the City of Grand Rapids		2,259,119
Total Emergency Solutions Grant Program		2,722,941
Passed through the City of Grand Rapids: Community Development Block Grant 91737-E	14.218	358,000
Passed through Michigan Department of Health and Human Services: Housing Opportunities for Persons with Aids:		
20220472-00	14.241	399,881
20223316-00		350,898
20223317-00		327,044
20232399-00		48,983
Total Housing Opportunities for Persons with Aids		1,126,806
Total U.S. Department of Housing and Urban Development		18,356,918

See notes to schedule of expenditures of federal awards.

Accrued (Deferred) Revenue At January 1, 2022	(Memo Only) Prior Year Expenditures	Current Year Expenditures	Passed Through to Sub-recipients	Current Year Receipts (Cash Basis)	Accrued (Deferred) Revenue At December 31, 2022
\$ -	\$ -	\$ 382,617	\$ -	\$ 291,115	\$ 91,502
25,020	1,080,645	544,972	-	478,490	91,502
96,992	169,353	-	-	96,992	-
-	-	53,290	-	8,831	44,459
19,686	37,800	196,730	-	186,092	30,324
116,678	207,153	250,020	-	291,915	74,783
605,175	1,258,772	701,638	354,528	1,306,813	-
5,318	82,524	168,297	-	173,615	-
610,493	1,341,296	869,935	354,528	1,480,428	-
727,171	1,548,449	1,119,955	354,528	1,772,343	74,783
-	-	80,454	-	80,454	-
91,292	93,359	-	-	91,292	-
-	-	257,539	-	257,539	-
-	-	123,404	-	47,153	76,251
-	-	48,983	-	48,983	-
91,292	93,359	429,926	-	444,967	76,251
1,163,089	5,000,853	7,515,368	1,109,106	8,163,406	515,051

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

COMMUNITY REBUILDERS

For the year ended December 31, 2022

Federal Grantor Pass Through Grantor Program Title Grant Number	Federal Assistance Listing Number	Approved Grant Award Amount
U.S. Department of Veteran Affairs		
VA Homeless Providers Grant and Per Diem Program:	64.024	
CREB108-1385-515-PD-21 2022		\$ 1,040,250
CREB108-1616-515-TP-21		1,582,275
CREB108-1385-515-PD-22		<u>815,496</u>
Total VA Homeless Providers Grant and Per Diem Program		<u>3,438,021</u>
Supportive Services for Veteran's Families:	64.033	
14-MI-223 2021		819,149
14-MI-223SS 2021		351,224
14-MI-223 2022		486,101
14-MI-223LT		<u>215,874</u>
Total Supportive Services for Veteran's Families		<u>1,872,348</u>
Total U.S. Department of Veteran Affairs		<u>5,310,369</u>
Total Federal Financial Assistance		<u>\$ 23,667,287</u>

See notes to schedule of expenditures of federal awards.

Accrued (Deferred) Revenue At January 1, 2022	(Memo Only) Prior Year Expenditures	Current Year Expenditures	Passed Through to Sub-recipients	Current Year Receipts (Cash Basis)	Accrued (Deferred) Revenue At December 31, 2022
\$ 78,233	\$ 170,810	\$ 527,773	\$ -	\$ 606,006	\$ -
30,638	298,348	377,768	-	361,761	46,645
-	-	171,826	-	102,523	69,303
108,871	469,158	1,077,367	-	1,070,290	115,948
48,773	474,330	308,776	-	320,777	36,772
514	514	17,817	-	15,958	2,373
-	-	335,659	-	335,659	-
-	-	857	-	857	-
49,287	474,844	663,109	-	673,251	39,145
158,158	944,002	1,740,476	-	1,743,541	155,093
\$ 1,321,247	\$ 5,944,855	\$ 9,255,844	\$ 1,109,106	\$ 9,906,947	\$ 670,144

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
PROVIDED TO SUBRECIPIENTS**

COMMUNITY REBUILDERS
For the year ended December 31, 2022

Program Title/Subrecipient	Federal Assistance Listing Number	Approved Grant Award Amount
<i>Continuum of Care Program:</i>	14.267	
<i>Keys First:</i>		
Hope Network		<u>\$ 433,694</u>
<i>First Step Housing:</i>	14.267	
Arbor Circle		581,092
Hope Network		<u>504,754</u>
Total First Step Housing		<u>1,085,846</u>
<i>Partners Achieving Change Together:</i>	14.267	
Safe Haven		<u>186,169</u>
<i>Emergency Solutions Grant:</i>	14.231	
Family Promise		138,175
Arbor Circle		<u>421,594</u>
Total Emergency Solutions Grant		<u>559,769</u>
Total Federal Awards Passed Through to Subrecipients		<u><u>\$ 2,265,478</u></u>

See notes to schedule of expenditures of federal awards.

(Memo Only) Prior Year Expenditures	Due to/(from) Subrecipients January 1, 2022	Current Year Cash Transferred to/ (from) Subrecipients	Current Year Expenditures Reported by Subrecipients	Due to/(from) Subrecipients December 31, 2022
\$ 237,269	\$ 15,699	\$ 210,227	\$ 208,628	\$ 14,100
258,050	24,411	288,193	292,018	28,236
202,717	5,122	248,684	249,134	5,572
460,767	29,533	536,877	541,152	33,808
134,995	7,474	7,474	-	-
99,157	30,263	133,295	103,032	-
251,108	81,455	221,233	139,778	-
350,265	111,718	354,528	242,810	-
<u>\$ 1,183,296</u>	<u>\$ 164,424</u>	<u>\$ 1,109,106</u>	<u>\$ 992,590</u>	<u>\$ 47,908</u>

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

COMMUNITY REBUILDERS

For the year ended December 31, 2022

Note A – Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Community Rebuilders under programs of the federal government for the year ended December 31, 2022. The information in this Schedule is presented in accordance with 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). Because the Schedule presents only a selected portion of the operations of Community Rebuilders, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Community Rebuilders.

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 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), wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note C – Indirect Cost Rate

Community Rebuilders has elected not to use the 10% de minimus indirect cost rate as allowed under the Uniform Guidance.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

COMMUNITY REBUILDERS

For the year ended December 31, 2022

Note D – Federal Income Reconciliation

	Grant Expenditures Per Schedule of Federal Financial Assistance	Federal Revenue Per Financial Statements	Difference
Continuum of Care Program	\$ 5,340,061	\$ 5,340,061	\$ -
Home Investment Partnerships Program	544,972	544,972	-
Emergency Solutions Grant	1,119,955	1,119,955	-
Community Development Block Grant	80,454	80,454	-
Housing Opportunities for Persons with Aids	429,926	429,926	-
VA Homeless Providers Grant and Per Diem Program	1,077,367	1,077,367	-
Supportive Services for Veteran's Families	663,109	663,109	-
Veteran Residential Services (VRS)	-	373,014	(373,014) *
	<u>\$ 9,255,844</u>	<u>\$ 9,628,858</u>	<u>\$ (373,014)</u>

* Program is not included on the schedule of expenditures of federal awards due to having a contractor, not subrecipient, relationship with the grantor agency.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

COMMUNITY REBUILDERS
For the year ended December 31, 2022

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(ies) identified? _____ 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(ies) identified? _____ 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 2 CFR Part 200?

_____ Yes X No

Identification of major programs audited:

14.267 Continuum of Care Program

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

COMMUNITY REBUILDERS

For the year ended December 31, 2022

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

Dollar threshold used to distinguish between
Type A and Type B programs:

\$750,000

Auditee qualified as a low-risk auditee?

 X

Yes

No

Section II - Financial Statements Audit Findings

There were no findings that are required to be reported under *Government Auditing Standards*.

Section III – Major Federal Award Programs Findings and Questioned Costs

There were no findings that are required to be reported under *Government Auditing Standards*.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

COMMUNITY REBUILDERS

For the year ended December 31, 2022

2021-001 Significant Deficiency in Internal Controls over Financial Reporting

Criteria: 2 CFR § 200.512(a)(1) states that the audit must be completed, and the reporting package submitted within the earlier of 30 calendar days after receipt of the auditor's report, or nine months after the end of the audit period.

Condition: The audit reports were not submitted in a timeframe compliant with 2 CFR § 200.512(a)(1).

Cause: The Organization experienced an unusually high volume of transactions running through the major programs due to their extensive intervention in administering grants and funding targeted to mitigate the COVID-19 pandemic, as is reflected in the 2021 financials. This increase in COVID-19 pandemic funding made working through the single audit more complicated, and these extenuating circumstances created an unusual burden and complexity on organizational preparation and completion of the audit.

Effect: The audit reports were not submitted by the federal due date.

Recommendation: The Organization should develop the procedures necessary to ensure future audits impacted by the pandemic are completed in a timely manner.

Resolution: This finding has been resolved.