

**THE HOMELESS FAMILIES FOUNDATION
DBA HOME FOR FAMILIES**

FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

**THE HOMELESS FAMILIES FOUNDATION
DBA HOME FOR FAMILIES**

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
The Homeless Families Foundation
DBA Home for Families
Columbus, Ohio

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Home for Families (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Home for Families as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Home for Families and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Home for Families' ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute

INDEPENDENT AUDITOR'S REPORT
(Continued)

assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Home for Families' 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 Home for Families' 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.

Other Matter

The financial statements for the year ended December 31, 2023, were audited by other auditors. Their opinion was dated September 25, 2024, and was unmodified.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S.

**INDEPENDENT AUDITOR'S REPORT
(Continued)**

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 11, 2025, on our consideration of Home for Families' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Home for Families' 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 Home for Families' control over financial reporting and compliance.

Wells, CPA

Columbus, Ohio
August 11, 2025

**THE HOMELESS FAMILIES FOUNDATION
DBA HOME FOR FAMILIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023**

NOTE 1 – ORGANIZATION

Nature and Scope of Activities

The Homeless Families Foundation DBA Home for Families (hereafter HFF) has worked to improve the lives and stability of impoverished children and their families since 1986. Home for Families partners with families and youth to resolve their housing crises, strengthen financial stability, and bridge education gaps to prevent future homelessness. HFF is an experienced nonprofit provider, providing unique housing and education services to families, pregnant women, and transition age youth. Through comprehensive case management services embedded within extensive homeless and education programming, HFF annually assists nearly 1,200 (2,500 individuals) Columbus, Ohio families in achieving financial, housing, and family stability. HFF is a valued community partner which regularly participates in community planning processes related to homelessness, prevention, food insecurity, education, employment, and poverty. HFF Housing, Education Center, and Family Stability staff have extensive experience working with people living in crisis and poverty; providing trauma-informed service/intervention designed to move families and children toward stability and well-being.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
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Use of Estimates

The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

Accrual Basis

The financial statements of HFF have been prepared on the accrual basis.

Basis of Presentation

The accompanying financial statements have been presented in accordance with accounting principles generally accepted in the United States of America. Under these principles, net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of HFF and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions — Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Net Assets With Donor Restrictions — Net assets with donor restrictions are subject to

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NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)
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donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, such as those that the donor stipulates those resources be maintained in perpetuity.

HFF's unspent contributions are reported in net assets with donor restrictions if the donor has limited their use, as are promised contributions that are not yet due. Contributions of property and equipment or cash restricted to acquisition of property and equipment are reported as net assets with donor restrictions if the donor has restricted the use of the property or equipment to a particular program. These restrictions expire when the assets are placed in service.

Depreciation

Expenditures for equipment and furnishings, and expenditures for repairs that extend the life of the asset of over \$2,500 are capitalized at cost or fair market value at the date of donation in the use of gifts. For buildings, furniture, fixtures, and autos, depreciation is charged on a straight-line basis over the estimated useful lives of the assets.

Cash and Cash Equivalents

For purposes of the statements of cash flows, cash equivalents include time deposits, certificates of deposit, and all highly liquid debt instruments with original maturities of three months or less.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the Statements of Functional Expenses. Accordingly, certain costs have been allocated among programs and supporting services benefited based on employee time reporting. The General Allocation Statement used by HFF states that costs that directly benefit two or more grants or programs are allocated to those programs based on the ratio of each program's Full Time Equivalent (FTE) to the total of such FTEs.

Contributions

A contribution is recognized as unconditional and therefore recognized as revenue if any donor-imposed conditions are met (barriers and right of return to contributor or release from obligation by the donor.) HFF believes that all contributions recognized meet the modified standard as unconditional. Those contributions that were deemed as conditional are reflected as Refundable Advances as of December 31, 2024 and 2023.

Donations received are recorded as net assets without donor restrictions, or net assets with donor-restricted support, depending on the existence and/or nature of any donor restrictions.

All donor-restricted support is reported as an increase in Net Assets With Donor Restrictions. When a restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, the restricted net assets are reclassified to Net Assets Without Donor Restrictions and reported in the Statements of Activities as net assets released from restrictions.

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NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)
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Non-Financial Contributed Assets

A substantial number of volunteers have donated their time to HFF. Most of this time is through volunteer support at HFF programs. These donated services are not reflected in the financial statements since these services do not meet the criteria for recognition as contributed services.

Receivables

Receivables are shown at their net realizable value and reported at the amount management expects to collect on balances outstanding at year-end. Uncollectible accounts are charged to operations during the period in which they are determined to be uncollectible. HFF considers receivables to be fully collectible; accordingly, no allowance for bad debt is required.

Income Taxes

HFF is a tax-exempt corporation under Section 501(c)(3) of the Internal Revenue Code. Consequently, no provisions for income taxes have been made in the accompanying financial statements. Additionally, HFF has not been classified as a private foundation because it is a corporation of the type described in Sections 509(a)(1) and 170 (b)(A)(vi) of the Internal Revenue Code.

HFF follows Financial Accounting Standards Board (“FASB”) guidance on accounting for uncertainty in income taxes, which addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under this guidance, HFF may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities, based on the technical merits of the tax position. Examples of tax positions include the tax-exempt status of HFF, and various tax positions related to the potential sources of unrelated business taxable income (“UBIT”). The tax benefits recognized in the financial statements from such a tax position are measured based on the largest benefit that has a greater than 50 percent likelihood of being realized upon ultimate settlement. The guidance on accounting for uncertainty in income taxes also addresses de-recognition, classification, interest and penalties on income taxes, and accounting in interim periods. On December 31, 2024, there were no material unrecognized tax benefits identified or recorded as liabilities.

HFF files Form 990 in the United States of America federal jurisdiction. HFF’s federal exempt corporation tax returns are subject to examination by the Internal Revenue Service, generally for three years after they are filed. All tax returns for years ended after December 31, 2021 are open for examination.

Reclassification

Certain amounts from the year ended December 31, 2023 have been reclassified to conform with the financial statement presentation for the year ended December 31, 2024 and current presentation standards.

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NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events

Accounting principles generally accepted in the United States of America define subsequent events as events or transactions that occur after the Statement of Financial Position date, but before the financial statements are issued or are available to be issued. Management has evaluated subsequent events through August 11, 2025, the date on which the financial statements were available to be issued.

NOTE 3 – LIQUIDITY

The following reflects HFF's financial assets as of the date of the Statements of Financial Position. Financial assets at year-end are reduced by amounts not available for general use due to donor-imposed restrictions that will not expire within one year of the financial position date. Donor-restricted amounts that will become available for general use within the year subsequent to December 31, 2024 and 2023 are detailed below:

	2024	2023
Cash and Cash Equivalents	\$2,167,167	\$2,682,837
Gift Cards	180	3,482
Other Receivables	4,381	1,327
Contributions Receivable, Net	1,165,948	1,478,117
Pledges Receivable	-	89,804
Beneficial Interest in Assets Held by Third Party	210,336	190,880
	<u>\$3,548,012</u>	<u>\$4,446,447</u>

NOTE 4 – REFUNDABLE ADVANCE

As of December 31, 2024 and 2023, Refundable Advances are reflected in the Statements of Financial Position related to conditional grant funding. Under ASC 958-606, contributions for which conditions have not yet been met are not recognized as revenue. As of December 31, 2024 and 2023, Refundable Advances of \$212,181 and \$192,632, respectively, are related conditional grants.

	2024	2023
Refundable Advance at Conditional Grant Advances:		
City of Columbus HPW Housing Stabilization	\$ -	\$ 7,519
Elevate	23,146	21,180
Anthem Elevance	118,529	100,000
Human Resource Specialist	70,506	63,933
	<u>\$ 212,181</u>	<u>\$ 192,632</u>

HFF anticipates meeting all conditions of funding for conditional grants recognized as of December 31, 2024.

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NOTE 5 – NET ASSETS WITH DONOR RESTRICTIONS

Net Assets Without Donor Restrictions

Net assets without donor restrictions may be used by HFF to achieve any of HFF's purposes.

Net Assets With Donor Restrictions

Net assets with donor restrictions for December 31, 2024 and 2023 are for the following purposes,

<u>Purpose</u>	<u>Balance 12/31/24</u>	<u>Balance 12/31/23</u>
Future Programming	\$156,422	\$333,975
	<u>\$156,422</u>	<u>\$333,975</u>

Changes in Pledge Value of \$0 and \$1,760 on restricted grants included in the Statements of Activities for the years ended December 31, 2024 and 2023, respectively, are included as a reduction of Restrictions Satisfied above.

NOTE 6 – DONATED SERVICES AND MATERIALS

HFF receives donated services consisting of professional and general volunteer hours and donated materials. In accordance with Accounting Standards Codification (ASC) 958-605, the contribution of services are recognized in the financial statements if the services received (a) create or enhance non-financial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. Rates used in the calculations of the professional volunteer services are based on the average rate charged by the respective professions in the Columbus area. There were no donated goods or services recognized for the years ending December 31, 2024 or 2023.

HFF has general volunteer hours for various operations. General volunteer hours have not been recognized in the financial statements because they do not meet the criteria of Accounting Standards Codification (ASC) 958-605 "Not-For-Profit Entities - Revenue Recognition". Estimated hours of general volunteer service received were 3,791 for 2024 and 4,123 for 2023.

HFF also receives various small (under \$1,000) donations of food, clothing, and household items. The value of these items is not reflected in these statements since it is not susceptible to objective measurement or valuation.

NOTE 7 – FINANCING LEASE

HFF entered into a capital lease for copiers in 2022. In accordance with ASC 840, the amount capitalized was the fair market value of the copiers, which was determined at \$70,345. Accordingly, the copiers contained in the capital lease are included as fixed assets on HFF's Statements of Financial Position, with a corresponding capital lease payable. The lease calls for monthly payments of \$1,360, including interest imputed at 3.0%.

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NOTE 7 – FINANCING LEASE (Continued)

The following summarizes the line items in the Statements of Financial Position which include amounts for the finance leases as of December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Finance Leases:		
Equipment	\$ 70,345	\$ 70,345
Accumulated Depreciation	(28,138)	(14,069)
Property and Equipment, Net	<u>\$ 42,207</u>	<u>\$ 56,276</u>
	<u>2024</u>	<u>2023</u>
Financing Lease Obligation – Current	\$ 16,325	\$ 16,320
Financing Lease Obligation – Non-Current	18,647	44,767
Total Finance Lease Liabilities	<u>\$ 34,972</u>	<u>\$ 61,087</u>

Total lease expenses for the 2023 copier lease, recognized during the years ended December 31, 2024 and 2023, were as follows:

	<u>2024</u>	<u>2023</u>
Finance Lease Cost:		
Interest Expense	\$ 1,759	\$ 8,273
Depreciation of Leased Equipment	14,069	14,069
	<u>\$ 15,828</u>	<u>\$ 22,342</u>

Supplemental cash flow information related to the finance lease for the years ended December 31, 2024 and 2023, is as follows:

	<u>2024</u>	<u>2023</u>
Cash Paid for Amounts Included in the Measurement of Lease Liabilities:		
Operating Cash Flows from Finance Leases	\$ 1,759	\$ 8,273
Financing Cash Flows from Finance Leases	\$ 26,115	\$ 14,399

The future required minimum lease payments are as follows for the fiscal year ending December 31:

For the Year Ended December 31:	Amount
2025	\$ 16,325
2026	16,325
2027	4,081
Total	<u>36,731</u>
Less: Imputed Interest	<u>(1,759)</u>
Total Present Value of Liability	<u>\$ 34,972</u>

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NOTE 8 – LEASE COMMITMENTS

HFF leases office space at 727 Main Street for operating purposes. The lease began in September 2022, for a period of five years, with a monthly rate beginning at \$8,369 for the first 36 months, \$9,564 for the following 15 months, and \$9,963 for the final 9 months. The lease does not specify renewal terms, and HFF is uncertain at this time whether or not the lease will be renewed. The operating lease assets and liability were calculated utilizing a 3.2% discount rate for the lease on 727 Main Street, the risk-free rate.

The component of lease expense was as follows for the years ended December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Operating Leases		
Right-of-Use Assets	\$ 275,352	\$ 330,801
Total Operating Lease	<u>\$ 275,352</u>	<u>\$ 330,801</u>
 Operating Lease Liabilities – Current	 \$ 91,611	 \$ 79,872
Operating Lease Liabilities – Long-Term	183,741	272,467
Total Operating Lease Liabilities	<u>\$ 275,352</u>	<u>\$ 352,339</u>

Future required minimum lease payments are as follows for the fiscal years ending December 31:

For the Year Ended December 31:	Amount
2025	\$ 100,422
2026	100,422
2027	92,053
Total	<u>292,897</u>
Less: Imputed Interest	<u>(17,545)</u>
Total Present Value of Liability	<u>\$ 275,352</u>

The following summarizes the line items in the Statements of Activities which include the components of lease expense for the years ended December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Operating Lease Expense	\$ 98,692	-

The following summarizes cash flow information related to the operating lease for the years ended December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Operating Cash Flows Used for Operating Leases	\$ 98,692	-

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NOTE 8 – LEASE COMMITMENTS (Continued)

Program Facilities

HFF holds multiple master leases for housing units, which are utilized for program participants under HFF's housing programs. These master leases each call for one-year terms, with various monthly rental payments. Leases (Topic 842) stipulates that leases for a period of one year or less are exempt from disclosure of right-of-use assets and liability. Per client evaluation, it is uncertain whether the leases will continue beyond their initial one-year term. Because of this uncertainty, the leases are treated as short-term, and the lease payments are expensed as they are incurred or used, rather than being capitalized or recorded as long-term lease liabilities and right-of-use assets. Future minimum lease payments are as follows for the year ended December 31:

	<u>2024</u>
Lessor:	
Access More Property Management Kenmore	\$ 139,320
Alexander Development Group	27,870
WJ Properties	7,050
Realize Property Management	36,800
	<u>\$ 211,040</u>

NOTE 9 – FAIR VALUE MEASUREMENTS

HFF adopted Accounting Standards Codification 825 "Financial Instruments" (ASC 825) related to the endowment fund. ASC 825 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value and gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under ASC 825 are as follows:

- Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that HFF has the ability to access.
- Level 2 Inputs to the valuation methodology include:
 - Quoted prices for similar assets or liabilities in active markets
 - Quoted prices for identical or similar assets or liabilities in inactive markets
 - Inputs other than quoted prices that are observable for the asset or liability
 - Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

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NOTE 9 – FAIR VALUE MEASUREMENTS (Continued)

If the asset or liability has a specified (contractual) term, the Level 2 Input must be observable for substantially the full term of the asset or liability.

- Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Inputs are used in applying the various techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility, statistics, specific and broad credit data, liquidity statistics, and other factors. A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgment by management. Management considers observable data to be that market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorization of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the manager's perceived risk of that instrument.

In making the aforementioned valuations, management will consult with their brokers, investment managers and various other entities in analyzing data which determines fair market values.

The fair values of assets measured as of December 31, 2024 were as follows:

Recurring fair value measurements

Description	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Funds Held by the Columbus Foundation	\$ 210,336	\$ -	\$ 210,336	\$ -
Total Recurring Fair Value Measurements	\$ 210,336	\$ -	\$ 210,336	\$ -

The fair values of assets measured as of December 31, 2023 were as follows:

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NOTE 9 – FAIR VALUE MEASUREMENTS (Continued)

Recurring fair value measurements

Description	Total	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Funds Held by the Columbus Foundation	\$ 190,880	\$ -	\$ 190,880	\$ -
Total Recurring Fair Value Measurements	\$ 190,880	\$ -	\$ 190,880	\$ -

NOTE 10 – BENEFICIAL INTEREST IN ASSETS HELD BY THIRD PARTY

HFF transferred assets to The Columbus Foundation, a federated fundraising organization, to establish a fund for HFF's own benefit. It is the hope of HFF that other individuals, organizations, and corporations will also add to the fund. The fund shall be administered subject to all the terms and conditions provided for in the Articles of Incorporation and Code of Regulations establishing The Columbus Foundation. As a component fund of The Columbus Foundation, it is subject to the variance power of the Board of The Columbus Foundation, but because HFF established the fund, naming itself as the sole beneficiary, the funds belong solely to HFF and, accordingly, are reflected as an asset in the financial statements. The entire fund may be distributed to HFF with the approval of at least a two-thirds majority vote of the Board of HFF. Accordingly, the fund is included in Net Assets Without Donor Restrictions. The fund is carried at its fair market value of \$210,336 and \$190,880 as of December 31, 2024 and 2023, respectively. Activity in this fund is as follows for the years ended December 31, 2024 and 2023:

Description	2024	2023
Beginning Balance as of January 1, 2024	\$ 190,880	\$ 172,584
Interest and Dividends	5,991	-
Unrealized Gains	13,465	18,290
Total Level 2 as of December 31, 2024	\$ 210,336	\$ 190,880

NOTE 11 – CONCENTRATION OF CREDIT RISKS

HFF has concentrated its credit risk for cash by maintaining deposits in banks located within the same geographic region. During 2024 and 2023, HFF's cash accounts were insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per banking institution. As of December 31, 2024 and 2023, there were \$1,551,821 and \$2,486,363, respectively, of cash balances at these institutions that exceeded the federally insured limits. HFF does not deem there to be a significant

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NOTE 11 – CONCENTRATION OF CREDIT RISKS (Continued)
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risk associated with the deposits in excess of insured limits given the reputation and financial stability of the banking institutions. HFF continuously reviews and manages their banking relationships to mitigate any risks associated with deposits in excess of insured limits.

HFF donors are located primarily in the Central Ohio area. During 2024, HFF received \$4,737,301 (approximately 57% of its revenues) from The Community Shelter Board (CSB), through multiple federally funded grant programs. Despite this concentration of revenue, the programs are diversified, and failure to renew any single CSB-funded grant component would not directly impact the remaining grants or programs.

During 2023, HFF received \$4,454,817 (approximately 45% of its revenues) from CSB, through multiple federally funded grant programs. Despite this concentration of revenue, the programs are diversified, and failure to renew any single CSB-funded grant component would not directly impact the remaining grants or programs.

Additionally, HFF's contributions receivable have a significant concentration as \$815,882 of the total \$1,153,428 is due from CSB. This concentration of credit risk is mitigated by the strong financial standing and long-term relationship with the granting organization.

NOTE 12 – DEFINED CONTRIBUTION PLAN
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HFF established a qualified 401(k) Defined Contribution Plan beginning January 1, 2006. All employees are eligible to participate on the first day of the month following the date they become 21 years of age and obtain 6 months of employment. Employees may elect to defer a portion of their compensation for contribution to the plan. HFF as the employer will contribute 50% for every dollar of employee elective deferrals up to a total employer contribution totaling 2% of the employee's annual compensation. The plan includes the following vesting schedule:

Less than 1 Year of Service	0% Vested
1 Year of Service	25% Vested
2 Years of Service	50% Vested
3 Years of Service	75% Vested
4+ Years of Service	100% Vested

HFF's total contributions to the 401(k) Defined Contribution Plan totaled \$32,353 and \$35,258 for the years ended December 31, 2024 and 2023, respectively, is reported as Salaries and Related Expenses within the Statement of Functional Expenses.

NOTE 13 – CHANGES IN ACCOUNTING PRINCIPLES

In June 2016, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") No. 2016-13, Financial Instruments – Credit Losses (Topic 326): Measurement

**THE HOMELESS FAMILIES FOUNDATION
DBA HOME FOR FAMILIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023**

NOTE 13 – CHANGES IN ACCOUNTING PRINCIPLES (Continued)

of Credit Losses on Financial Instruments ("ASU 2016-13" or "ASC 326"). ASU 2016-13 revises the accounting requirements related to the measurement of credit losses and requires organizations to measure all expected credit losses for financial assets based on historical experience, current conditions, and reasonable and supportable forecasts about collectability. Assets must be presented in the financial statements at the net amount expected to be collected. The FASB has subsequently issued additional ASUs amending certain aspects of ASU 2016-13.

On January 1, 2024, HFF adopted the new accounting standard and all of the related amendments using the modified retrospective method. HFF recognized the cumulative effect of initially applying the new credit loss standard to its receivables by reclassifying Accounts Receivable to Contributions Receivable of \$1,478,117 for the year ended December 31, 2023. Results for reporting periods beginning after January 1, 2024, are presented under ASC 326. The comparative information has been reclassified and is reported under the new accounting standard. The reclassification did not change total assets, total liabilities, or total net assets.

SUPPLEMENTARY INFORMATION

**THE HOMELESS FAMILIES FOUNDATION
DBA HOME FOR FAMILIES
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEARS ENDED DECEMBER 31, 2024**

NOTE 1 – BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards includes the federal grant activities of HFF and is presented on the accrual basis of accounting. The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal grant activity of HFF under programs of the federal government for the year ended December 31, 2024. The information on this Schedule is prepared 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 HFF, it is not intended to and does not present the financial position, changes in net assets, or cash flows of HFF.

NOTE 2 – 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 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 may or may not be allowable or are limited as to reimbursement. HFF has elected not to use the 10-percent *de minimis* indirect cost rate to recover indirect costs as allowed under the Uniform Guidance. Pass-through entity identifying numbers are presented where available.

NOTE 3 – MATCHING REQUIREMENT

HFF received federal funding with the following matching requirements for the fiscal year ended December 31, 2024:

Federal Assistance Listing Number	Grant Program	Matching Requirement	Grant Period End
14.267	Continuum of Care (CoC)	\$ 42,523	2024
14.267	Continuum of Care (CoC)	\$ 32,097	2025

The matching requirement for the 2024 grant period was met with funds from the Community Shelter Board (CSB) Job2Home Family Funding program (14.231). Management has represented that the 2025 match will be met by the end of the grant period.

**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
The Homeless Families Foundation
DBA Home for Families
Columbus, Ohio

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 Home for Families (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated August 11, 2025.

Report on Internal Control over Financial Reporting

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

**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)**

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.

Wells, CPA

Columbus, Ohio

August 11, 2025

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

Board of Directors
The Homeless Families Foundation
DBA Home for Families
Columbus, Ohio

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Home for Families' compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of Home for Families' major federal programs for the year ended December 31, 2024. Home for Families' major federal programs are identified in the Summary of Auditor's Results section of the accompanying schedule of findings and questioned costs.

In our opinion, Home for Families complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2024.

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, Costs 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 Home for Families and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Home for Families' 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 Home for Families' federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the

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

compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Home for Families' 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 Home for Families' compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Home for Families' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Home for Families' 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 Home for Families' 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

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

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.

Wells, CPA

Columbus, Ohio
August 11, 2025

**THE HOMELESS FAMILIES FOUNDATION
DBA HOME FOR FAMILIES
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2024**

SECTION I – SUMMARY OF AUDIT 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 200.516(a)?	_____ yes	_____ x no

Identification of major programs:

Federal Assistance Listing Numbers	Name of Federal Program or Cluster
14.267	Continuum of Care Program
21.023	Emergency Rental Assistance Program
93.558	Temporary Assistance for Needy Families (TANF).

Dollar threshold used to distinguish between type A and type B programs:	\$ 750,000	
Auditee qualified as low-risk auditee?	_____ yes	_____ x no

**THE HOMELESS FAMILIES FOUNDATION
DBA HOME FOR FAMILIES
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2024**

SECTION II – FINANCIAL STATEMENT AUDIT FINDINGS
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None

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
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None

**THE HOMELESS FAMILIES FOUNDATION
DBA HOME FOR FAMILIES
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2024**

SECTION II – FINANCIAL STATEMENT AUDIT FINDINGS
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None

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS
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Finding 2023-001:

Assistance Listing #14.267

US Department of Housing and Urban Development

Passed through Community Shelter Board -Transitional Age Youth Program

Condition:

Subrecipients not reimbursed on a timely basis (Cash Management)

During the period, the Organization oversaw subrecipient grantees under AL #14.267. The Organization received and held funds from grantor intended for subrecipients for an amount of time in excess of what is considered timely for reimbursement.

Criteria:

This is deemed a matter of untimely subrecipient reimbursement.

Cause:

The Organization had an incorrect understanding of their role as sub grantee, in which they believed that additional information was required to be provided by subrecipient before funds were disbursed.

Effect:

The result is a backlog of monthly reimbursements not disbursed to subrecipients in a timely manner.

Recommendations:

That the Organization implement controls to align subrecipient reimbursement requests with collection of required subrecipient information, as well as establish a formal timeline for approving reimbursements to subrecipients.

Status:

The above finding was identified and disclosed during the audit for the period ending December 31, 2022, and was addressed by Board and Management at that time. However, the timing of the audit and subsequent finding lead to the issue continuing through mid-2023, when the audit took place.

The Corrective Action Plan was certified by Board and Management effective September 26, 2023, and additional controls surrounding their subrecipient relationships were implemented at that time.

It should be noted that the Organization does not maintain subrecipient relationships under any other federal grants, and hence, the issue at hand does not impact other grants/programs.