

Center for Housing and Health

Financial Statements and Supplementary Information

Years Ended June 30, 2021 and 2020

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WIPFLI

Independent Auditor's Report

To the Board of Directors
Center for Housing and Health
Chicago, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of Center for Housing and Health, (a nonprofit organization), which comprise the statements of financial position as of June 30, 2021 and 2020, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

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; 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 an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States 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 audit to obtain reasonable assurance about whether the financial statements are free from 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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Center for Housing and Health as of June 30, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States.

Other Matters

Related Party Relationship

Center for Housing and Health is related through governance, operations, and staff utilization with AIDS Foundation of Chicago (AFC). Center for Housing and Health was formed by AFC and is a supporting organization of AFC. These statements only include the accounts of Center for Housing and Health. See note 9 for details of related transactions. Our opinion is not modified with respect to this matter.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of public grant activity is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *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. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 1, 2022, on our consideration of Center for Housing and Health's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Center for Housing and Health's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Center for Housing and Health's internal control over financial reporting and compliance.

Wipfli LLP

March 1, 2022
Chicago, Illinois

Center for Housing and Health

Statements of Financial Position

June 30,	2021			2020		
Assets						
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Current assets:						
Cash	\$ 454,557	\$ 47,091	\$ 501,648	\$ 51,183	\$ 189,291	\$ 240,474
Grants receivable	2,037,463	493,016	2,530,479	1,799,597	72,557	1,872,154
Prepaid expenses	15,949	-	15,949	6,286	-	6,286
Total assets	\$ 2,507,969	\$ 540,107	\$ 3,048,076	\$ 1,857,066	\$ 261,848	\$ 2,118,914
Liabilities and Net Assets						
Current liabilities:						
Accounts payable	\$ 9,426	\$ -	\$ 9,426	\$ 64,016	\$ -	\$ 64,016
Due to related party	519,728	-	519,728	483,575	-	483,575
Deferred revenue - Flexible housing pool	922,948	-	922,948	221,731	-	221,731
Unearned government grants	30,687	-	30,687	19,344	-	19,344
Total liabilities	1,482,789	-	1,482,789	788,666	-	788,666
Net assets	1,025,180	540,107	1,565,287	1,068,400	261,848	1,330,248
Total liabilities and net assets	\$ 2,507,969	\$ 540,107	\$ 3,048,076	\$ 1,857,066	\$ 261,848	\$ 2,118,914

See accompanying notes to financial statements

Center for Housing and Health

Statements of Activities and Changes in Net Assets

Years Ended June 30,	2021			2020		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue:						
Government grants	\$ 13,557,179	\$ -	\$13,557,179	\$ 8,818,421	\$ -	\$ 8,818,421
Flexible Housing Pool grants	3,951,782	468,016	4,419,798	1,889,922	113,786	2,003,708
Contributions - Foundation and corporate	251,716	47,091	298,807	80,107	137,217	217,324
Other revenue	-	-	-	99,894	-	99,894
Net assets released from restrictions	236,848	(236,848)	-	75,903	(75,903)	-
Total support and revenue	17,997,525	278,259	18,275,784	10,964,247	175,100	11,139,347
Operating expenses:						
Program services	17,576,436	-	17,576,436	10,665,537	-	10,665,537
Management and general	464,309	-	464,309	404,290	-	404,290
Total operating expenses	18,040,745	-	18,040,745	11,069,827	-	11,069,827
Change in net assets	(43,220)	278,259	235,039	(105,580)	175,100	69,520
Net assets at beginning of year	1,068,400	261,848	1,330,248	1,173,980	86,748	1,260,728
Net assets at end of year	\$ 1,025,180	\$ 540,107	\$ 1,565,287	\$ 1,068,400	\$ 261,848	\$ 1,330,248

See accompanying notes to financial statements

Center for Housing and Health

Statements of Functional Expenses

<i>Years Ended June 30,</i>	2021			2020		
	Program Services	Management and General	Total Expenses	Program Services	Management and General	Total Expenses
Salaries and related	\$ 1,559,009	\$ 97,017	\$ 1,656,026	\$ 1,267,343	\$ 91,609	\$ 1,358,952
Professional and technical services	70,972	315,879	386,851	87,240	267,369	354,609
Occupancy	159,332	7,198	166,530	139,284	16,874	156,158
Equipment lease and maintenance	4,734	309	5,043	4,936	1,581	6,517
Utilities and telephone	10,610	1,817	12,427	16,282	1,167	17,449
Direct client support	13,845,958	15,126	13,861,084	7,535,679	-	7,535,679
Liability insurance	9,752	466	10,218	5,094	389	5,483
Equipment use	40,701	2,616	43,317	73,876	5,708	79,584
Bank fees and other	896	8,464	9,360	483	4,745	5,228
Meetings and travel	35,401	332	35,733	33,205	4,506	37,711
Postage and messenger services	2,352	4,298	6,650	5,821	230	6,051
Membership dues and subscriptions	232	5,833	6,065	318	3,798	4,116
Printing	60	3	63	-	-	-
Supplies	63,438	4,951	68,389	43,455	6,314	49,769
Subcontractor program costs	1,772,989	-	1,772,989	1,452,521	-	1,452,521
Total operating expenses	\$17,576,436	\$ 464,309	\$18,040,745	\$10,665,537	\$ 404,290	\$11,069,827

See accompanying notes to financial statements

Center for Housing and Health

Statements of Cash Flows

<i>Years Ended June 30,</i>	2021	2020
Cash flows from operating activities:		
Change in net assets	\$ 235,039	\$ 69,520
Adjustments to reconcile change in net assets		
to net cash from operating activities:		
(Increase) decrease in:		
Grants receivable	(658,325)	(671,798)
Prepaid expenses	(9,663)	16,143
Increase (decrease) in:		
Accounts payable	(54,590)	60,811
Due to related party	36,153	174,372
Refundable advance liability - Flexible housing pool	701,217	221,731
Unearned government grants	11,343	(9,847)
Net cash from operating activities	261,174	(139,068)
Net change in cash	261,174	(139,068)
Cash, beginning of year	240,474	379,542
Cash, end of year	\$ 501,648	\$ 240,474

See accompanying notes to financial statements

Center for Housing and Health

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Nature of Operations

Center for Housing and Health (the "Organization") is an Illinois not-for-profit corporation and is exempt from federal income taxes as a public charity under Section 501(c)(3) of the Internal Revenue Code. The Organization began operations in December 2011 and is organized to promote the coordination research, evaluation, and policy development of housing and health programs that serve vulnerable populations in the Chicago metropolitan area. The Organization is a supporting organization of AIDS Foundation of Chicago.

Basis of Presentation

The financial statements are prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States (GAAP).

The Organization is required to report information regarding its financial position and activities according to two classes of net assets. A definition of each class follows:

- *Net Assets without donor restrictions:* Net assets available for use in general operations and not subject to donor-imposed restrictions. Net assets without donor restrictions may be designated for specific purposes by the board of directors.
- *Net Assets with donor restrictions:* Net assets subject to 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, where the donor stipulates that resources be maintained in perpetuity. We report contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

The Organization has no net assets with donor restrictions that are perpetual in nature.

Use of Estimates

The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

Center for Housing and Health

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Cash and Cash Equivalents

The Organization considers all highly liquid investments purchased with an original maturity of three months or less to be cash and cash equivalents. The Organization had no cash equivalents as of June 30, 2021 and 2020.

Grants Receivable

Grants receivable represent amounts due from funding organizations for reimbursable expenses incurred in accordance with the related agreements. Amounts are reviewed for collectability by management and an allowance for doubtful accounts is recorded as needed based on collection history. As of June 30, 2021 and 2020, the Organization considers these receivables to be collectible, and, therefore, no allowance for uncollectible amounts has been recorded.

Support and Revenue

Government Grants and Flexible Housing Pool Grants

Support funded by government contracts, which qualify as conditional promises to give, are recognized when the condition of performing the contracted services is met. Revenue is therefore recognized as earned as the eligible expenses are incurred. These expenditures are subject to audit and acceptance by the granting organization, and, as a result of such audit, adjustments could be required.

Contributions

Grants and contributions are either recorded as contributions or exchange transactions based on criteria contained in the grant award:

- *Grant awards that are contributions* - Grants awards that are contributions are evaluated for conditions and recognized as revenue when conditions in the award are satisfied. Unconditional awards are recognized as revenue when the award is received. Amounts received in which conditions have not been met are reported as deferred revenue on the statement of financial position.
- *Grant awards that are exchanges* - Exchange transactions are those in which the resource provider or grantor receives a commensurate value in exchange for goods or services transferred. Revenue is recognized when control of the promised goods or services is transferred to the customer (grantor) in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Amounts received in excess of recognized revenue are reflected as a contract liability.

Contributions, including unconditional promises to give, are recognized as revenue when received. Conditional contributions and promises to give are recognized as revenue when the barriers to entitlement are overcome and either a right of return of assets transferred or a right of release of a promisor's obligation to transfer assets is removed. Assets received for which the condition has not been satisfied are recorded as deferred revenue.

Center for Housing and Health

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Rental Subsidy

The Organization participates in a rental subsidy program partially funded by the Department of Housing and Urban Development (HUD). As part of this program, the Organization began collecting rent directly from tenants as a pass-through to the landlords of the properties. The tenants are listed in the lease agreements and the Organization is complying with HUD guidelines that require the Organization to pay the landlords 100% of the tenant's portion of the rent. As such, the tenant's portion of the rent paid to the Organization and passed through to the landlord is considered an agency transaction and is not reported in revenues or expenses on the financial statements. The amount of passed through rent was \$414,356 and \$368,218 for the years ended June 30, 2021 and 2020.

Functional Allocation of Expenses

The costs of providing program and supporting services have been summarized on a functional basis in the statements of activities and changes in net assets. The statements of functional expenses present the natural classification detail of expenses by function. The Organization charges direct program expenses directly to each program. The Organization uses a salary allocation based on time and effort to allocate all shared costs to program, management and general or fundraising.

Income Taxes

The Organization has been classified by the Internal Revenue Service as an organization exempt from income taxes (not a private foundation) under Internal Revenue Code Section 501(c)(3) and, accordingly, no provision for such taxes is made in the statements. The Organization continues to operate in compliance with its tax-exempt purpose. Management does not believe its financial statements include uncertain tax positions.

Change in Accounting Principle

In May 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2014-09, *Revenue from Contracts with Customers* (Topic 606). The core principle of the guidance in ASU 2014-09 is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The Organization adopted this guidance effective July 1, 2020. The Organization applied Topic 606 on a modified retrospective basis. There was no change to reported revenue, net assets, or the change in net assets for either period presented.

Subsequent Events

Management has evaluated subsequent events through March 1, 2022, the date the financial statements were available to be issued.

Center for Housing and Health

Notes to Financial Statements

Note 2: Liquidity and Availability of Financial Resources

Financial assets available for general expenditure, that is, without donor restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

<i>June 30,</i>	2021	2020
Cash	\$ 501,648	\$ 240,474
Grants receivable	2,530,479	1,872,154
Total financial assets	3,032,127	2,112,628
Donor restricted - Time or purpose	(540,107)	(261,848)
Unearned government grants	(30,687)	(19,344)
Financial assets available to meet general expenditures within one year	\$ 2,461,333	\$ 1,831,436

The Organization does not have a formal liquidity policy, but generally strives to maintain liquid financial assets sufficient to cover operating expenses for government grants.

Note 3: Concentration of Credit Risk

The Organization maintains a bank account in a major Chicagoland bank subject to the Federal Deposit Insurance Corporation's \$250,000 limit. At times throughout the year, bank balances exceeded FDIC insured limits. The Organization has not experienced any loss in this account and believes it is not exposed to any significant credit risk on its cash balance.

Note 4: Concentration of Contributions

For the year ended June 30, 2021, approximately 70% of the Organization's revenue was earned under various contracts from two funding sources. For the year ended June 30, 2021, the Organization recognized revenue of \$12,856,311 from these funding sources. As of June 30, 2021, these two funding sources owed the Organization \$986,816.

For the year ended June 30, 2020, approximately 60% of the Organization's revenue was earned under various contracts from three funding sources. For the year ended June 30, 2020, the Organization recognized revenue of \$7,321,050 from these funding sources. As of June 30, 2020, these three funding sources owed the Organization \$939,347.

Note 5: Commitments and Contingencies

At June 30, 2021 and 2020, the Organization had commitments under various grants of approximately \$12,355,465 and \$5,694,477, respectively. These commitments are not recognized in the accompanying financial statements as they are conditional awards.

Center for Housing and Health

Notes to Financial Statements

Note 6: Net Assets with Donor Restrictions

At June 30, 2021 and 2020, net assets with donor restrictions, which have either purpose or time restriction, consisted of the following:

<i>As of June 30,</i>	2021	2020
Purpose restricted:		
Chicago and Cook County Housing for Health Strategic Plan	\$ -	\$ 43,054
Evaluation of SHP Redesign	-	10,845
Housing systems improvements & innovation	47,091	46,246
Flexible housing pool	468,016	113,786
Time restricted:		
Crown Family Philanthropies	25,000	47,917
Total net assets with donor restrictions	\$ 540,107	\$ 261,848

Net assets are released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time or other events, specified by the donors. Net assets released from restrictions due to events totaled \$236,848 and \$75,903 for the years ended June 30, 2021 and 2020, respectively.

Note 7: Contractual Agreements

The Organization's personnel, office space, and financial activities are primarily supported by the AIDS Foundation of Chicago (AFC) through a managed services arrangement. AFC provides personnel and office space and allocates appropriate expenses to the Organization. Grant procurement is also completed by AFC. As such, the Organization does not have fundraising expenses. At June 30, 2021 and 2020, amounts owed to AFC were \$519,728 and 483,575, respectively.

Note 8: Contract for Services

The Organization entered into a contract to receive a maximum of \$1,500,000 to coordinate the efforts of the Better Health Through Housing Program to assure that the program will transition patients identified as being homeless into permanent supportive housing. The Organization provides services including case management, consisting of advocacy, counseling, and outreach along with helping participants in navigating the health care system and assistance following the terms of their leases in order to maintain permanent housing. The contract expired on June 30, 2020, and the total amount committed but not yet earned under this contract for the year ended June 30, 2020, was \$96,344. As of June 30, 2021, there were no commitments remaining under this contract.

The Organization entered into a contract to receive initial funding of \$1,800,000 to coordinate the efforts of the Flexible Housing Subsidy Program to assure that eligible residents in the City of Chicago are placed in qualified residential housing units. The Organization provides services including case management, consisting of counseling and outreach, and assistance helping the tenants meet goals and desired health outcomes. The contract expires after three years, and the total amount earned under this contract for the years ended June 30, 2021 and 2020

Center for Housing and Health

Notes to Financial Statements

Note 8: Contract for Services (Continued)

was \$1,188,490 and \$1,065,840, respectively.

Note 9: Related Party Transactions

AFC formed the Center for Housing and Health as a supporting organization. The Organization was organized to promote the coordination, research, evaluation, and policy development of housing and health programs that serve vulnerable populations in the Chicago metropolitan area. The Organization and AFC have two common board members. AFC provides CHH with the use of personnel and allocates certain operating expenses. Additionally, AFC awards pass through federal grants to the Center for Housing and Health. The following is a summary of activity included in the financial statements:

Included in statements of financial position:

<i>June 30,</i>	2021	2020
Due to related party	\$ 519,728	\$ 483,575

Included in statements of activities

<i>Years Ended June 30,</i>	2021	2020
Public grants earned	\$ 9,765,256	\$ 4,953,276
Fee for administrative support	312,077	262,058

Supplementary Information

Center for Housing and Health

Schedule of Public Grant Activity

Year Ended June 30, 2021

	DFSS Outreach - Homeless Service	DFSS - Homeward Bound	DFSS - Permanent Supportive Housing	CSH/DFSS System Coordination	HUD CoC	Supportive Housing Program
Funding Agency	Chicago Department of Family and Support Services	Chicago Department of Family and Support Services	Chicago Department of Family and Support Services	Chicago Department of Family and Support Services	U.S. Department of Housing and Urban Development	Illinois Department of Human Services
Total Grant Award(s)	\$ 80,000	\$ 250,000	\$ 370,000	\$ 90,245	\$ 2,592,108	\$ 300,924
Grant Awards:						
Uncollected Grants Awards 6-30-20	\$ 66,702	\$ 233,879	\$ 345,772	\$ 73,516	\$ 1,835,491	\$ 81,256
New Grant Awards	80,000	250,000	370,000	90,245	2,592,108	300,924
Grant collected or adjusted	(68,909)	(231,559)	(365,060)	(75,450)	(2,266,366)	(382,180)
Uncollected Grant Awards 6-30-21	77,793	252,320	350,712	88,311	2,161,233	-
Unearned Grant Commitments:						
Unearned Grant 6-30-20	31,403	145,344	224,385	47,552	1,621,407	100,201
New Grant Awards	80,000	250,000	370,000	90,245	2,592,108	300,924
Grants Expended and Earned:						
Expenditures	(62,245)	(204,558)	(341,678)	(87,278)	(2,397,367)	(348,290)
Adjustments	987	(6,510)	(16,401)	574	-	-
Remaining Grant Commitments 6-30-21	\$ 50,145	\$ 184,276	\$ 236,306	\$ 51,093	\$ 1,816,148	\$ 52,835

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Center for Housing and Health

Schedule of Public Grant Activity

Year Ended June 30, 2021

	SUPR/SABG	HOPWA Cook Grant	HOPWA Collar Grant	HOPWA RCN	HOPWA SPNS
Funding Agency	Illinois Department of Human Services	AIDS Foundation of Chicago	AIDS Foundation of Chicago	AIDS Foundation of Chicago	AIDS Foundation of Chicago
Total Grant Award(s)	\$ 218,933	\$ 1,257,072	\$ 676,705	\$ 503,889	\$ 576,261
Grant Awards:					
Uncollected Grant Awards 6-30-20	\$ 32,740	\$ 450,151	\$ 212,774	\$ 78,888	\$ 127,696
New Grant Awards	218,933	1,257,072	676,705	503,889	576,261
Grant collected or adjusted	(169,482)	(699,417)	(364,846)	(359,613)	(347,388)
Uncollected Grant Awards 6-30-21	82,191	1,007,806	524,633	223,164	356,569
Unearned Grant Commitments:					
Unearned Grant 6-30-20	(11,566)	376,122	183,355	38,969	110,954
New Grant Awards	218,933	1,257,072	676,705	503,889	576,261
Grants Expended and Earned:					
Expenditures	(174,399)	(661,719)	(362,930)	(346,675)	(352,619)
Adjustments	168	-	-	-	-
Remaining Grant Commitments 6-30-21	\$ 33,136	\$ 971,475	\$ 497,130	\$ 196,183	\$ 334,596

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Center for Housing and Health

Schedule of Public Grant Activity

Year Ended June 30, 2021

	HOPWA	HOPWA HHIL	HUD SSI	HUD Samaritan	Part A	HUD RHHP
Funding Agency	AIDS Foundation of Chicago	AIDS Foundation of Chicago	AIDS Foundation of Chicago	AIDS Foundation of Chicago	AIDS Foundation of Chicago	AIDS Foundation of Chicago
Total Grant Award(s)	\$ 2,555,000	\$ 470,359	\$ 2,295,678	\$ 3,689,640	\$ 468,801	\$ 588,270
Grant Awards:						
Uncollected Grant Awards 6-30-20	\$ 1,951,305	\$ 145,955	\$ 1,036,263	\$ 192,387	\$ -	\$ (33,115)
New Grant Awards	2,555,000	470,359	2,295,678	3,689,640	468,801	588,270
Grant collected or adjusted	(2,971,778)	(509,545)	(1,289,940)	(2,144,095)	(224,054)	(330,559)
Uncollected Grant Awards 6-30-21	1,534,527	106,769	2,042,001	1,737,932	244,747	224,596
Unearned Grant Commitments:						
Unearned Grant 6-30-20	1,752,259	105,054	945,270	-	-	(74,942)
New Grant Awards	2,555,000	470,359	2,295,678	3,689,640	468,801	588,270
Grants Expended and Earned:						
Expenditures	(2,976,768)	(505,058)	(1,290,726)	(2,146,140)	(238,900)	(311,861)
Adjustments	-	-	-	-	-	-
Remaining Grant Commitments 6-30-21	\$ 1,330,491	\$ 70,355	\$ 1,950,222	\$ 1,543,500	\$ 229,901	\$ 201,467

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Center for Housing and Health

Schedule of Public Grant Activity

Year Ended June 30, 2021

	RCH	CARES	ESG Rapid Re-Housing	HUD CoC	Total
Funding Agency	AIDS Foundation of Chicago	U.S. Department of Housing & Urban Development	All Chicago	CSH	
Total Grant Award(s)	\$ 434,800	\$ 113,143	\$ 67,848	\$ 63,493	
Grant Awards:					
Uncollected Grant Awards 6-30-20	\$ -	\$ -	\$ 85,831	\$ 49,561	\$ 6,967,052
New Grant Awards	434,800	113,143	67,848	63,493	20,218,169
Grant collected or adjusted	(539,071)	-	(107,145)	(52,471)	(13,498,928)
Uncollected Grant Awards 6-30-21	(104,271)	113,143	46,534	60,583	13,686,293
Unearned Grant Commitments:					
Unearned Grant 6-30-20	-	-	63,593	35,117	5,694,477
New Grant Awards	434,800	113,143	67,848	63,493	20,218,169
Grants Expended and Earned:					
Expenditures	(554,993)	(16,867)	(88,427)	(60,409)	(13,529,906)
Adjustments	-	-	(6,092)	-	(27,275)
Remaining Grant Commitments 6-30-21	\$ (120,193)	\$ 96,276	\$ 36,922	\$ 38,201	\$ 12,355,465

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Center for Housing and Health

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2021

<i>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</i>	<i>Assistance Listing</i>	<i>Pass-Through Entity Identifying Number</i>	<i>Federal Expenditures</i>	<i>Subrecipient Payments</i>
U.S. Department of Health and Human Services				
<i>Pass-Through Programs:</i>				
AIDS Foundation of Chicago - Ryan White Part A	93.914	6117 \$	174,745 \$	300
AIDS Foundation of Chicago - Ryan White Part A	93.914	6118	64,155	-
AIDS Foundation of Chicago - Ryan White Part A	93.914	6443-B	12,800	-
Subtotal 93.914			251,700	300
Illinois Department of Human Services - CABHI	93.243	43CZC03517	125,176	-
Illinois Department of Human Services - SABG	93.959	43CZC03663	49,055	-
Total U.S. Department of Health and Human Services			425,931	300
U.S. Department of Housing and Urban Development:				
<i>Pass-Through Programs:</i>				
CDBG Entitlements Cluster:				
City of Chicago Dept. of Family Support Services - Outreach Coordination	14.218	124721	25,817	-
City of Chicago Dept. of Family Support Services - Outreach Coordination	14.218	155965	35,441	-
Subtotal 14.218, CDBG Entitlements Cluster			61,258	-
All Chicago - ESG Rapid Re-Housing Program	14.231	85383	54,403	43,477
All Chicago - ESG Rapid Re-Housing Program	14.231	85383	40,116	-
Subtotal 14.231			94,519	43,477
AIDS Foundation of Chicago - RCH	14.241	6443-F	425,214	-
AIDS Foundation of Chicago - HOPWA	14.241	6444	1,437,561	4,018
AIDS Foundation of Chicago - HOPWA	14.241	6446	1,539,207	2,870
AIDS Foundation of Chicago - HOPWA SPNS	14.241	6467	251,532	1,978
AIDS Foundation of Chicago - HOPWA SPNS	14.241	6468	253,525	2,136
AIDS Foundation of Chicago - HOPWA Cook	14.241	7304	475,310	-
AIDS Foundation of Chicago - HOPWA Cook	14.241	7305	186,409	-
AIDS Foundation of Chicago - HOPWA Collar	14.241	7354	252,889	-
AIDS Foundation of Chicago - HOPWA Collar	14.241	7355	110,041	-
AIDS Foundation of Chicago - RCN SPNS	14.241	8416	346,675	-
AIDS Foundation of Chicago - CHHP SPNS	14.241	8465	203,707	-
AIDS Foundation of Chicago - CHHP SPNS	14.241	8466	148,912	-
AIDS Foundation of Chicago - HOPWA RHHP	14.241	8609	5,900	-
AIDS Foundation of Chicago - HOPWA RHHP	14.241	8611	305,961	8,239
COVID-19: AIDS Foundation of Chicago - HOPWA	14.241	8751-A	16,867	-
Subtotal 14.241			5,959,710	19,241

Center for Housing and Health

Schedule of Expenditures of Federal Awards (Continued)

Year Ended June 30, 2021

<i>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</i>	<i>Assistance Listing</i>	<i>Pass-Through Entity Identifying Number</i>	<i>Federal Expenditures</i>	<i>Subrecipient Payments</i>
U.S. Department of Housing and Urban Development (continued):				
<i>Direct Programs:</i>				
Continuum of Care	14.267	IL0493L5T101907	1,562,135	250,470
Continuum of Care	14.267	IL0493L5T102008	835,232	28,922
<i>Pass-Through Programs:</i>				
AIDS Foundation of Chicago - SHP Safe Start 1	14.267	8567	983,594	-
AIDS Foundation of Chicago - SHP Safe Start 1	14.267	8567-A	307,132	-
AIDS Foundation of Chicago - SHP Chronic Homeless Samaritan	14.267	8574-E	235,598	975
AIDS Foundation of Chicago - SHP Chronic Homeless Samaritan	14.267	8574-F	1,910,542	-
Corporation for Supportive Housing - Continuum of Care	14.267	19065-C	20,000	-
Corporation for Supportive Housing - Continuum of Care	14.267	20064-C	40,409	-
Subtotal 14.267			5,894,642	280,367
Total U.S. Department of Housing and Urban Development			12,010,129	343,085
Total Expenditures of Federal Awards			\$ 12,436,060	\$ 343,385

See Independent Auditor's Report on Supplementary information.
See Notes to Schedule of Expenditures of Federal Awards.

Center for Housing and Health

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2021

Note 1: General

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Center for Housing and Health under programs of the federal government for the year ended June 30, 2021. The information in this schedule is presented in accordance with requirements of the 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 Center for Housing and Health, it is not intended to and does not present the financial position, changes in net assets or cash flows of Center for Housing and Health.

Note 2: Basis of Accounting

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 3: Indirect Cost Rate

Center for Housing and Health has elected to use the 10-percent de minimus indirect cost rate allowed under the Uniform Guidance.

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
Center for Housing and Health
Chicago, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States 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 Center for Housing and Health (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities and changes in net assets, 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 March 1, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Center for Housing and Health's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Center for Housing and Health's internal control. Accordingly, we do not express an opinion on the effectiveness of Center for Housing and Health'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Center for Housing and Health's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Center for Housing and Health'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 Center for Housing and Health's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Wipfli LLP

March 1, 2022
Chicago, Illinois

Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance

To the Board of Directors
Center for Housing and Health
Chicago, Illinois

Report on Compliance for Each Major Federal and State Program

We have audited Center for Housing and Health's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021. Center for Housing and Health's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Center for Housing and Health'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; 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 Center for Housing and Health'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 for each major federal program. However, our audit does not provide a legal determination on Center for Housing and Health's compliance.

Opinion on Each Major Federal and State Program

In our opinion, Center for Housing and Health 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 June 30, 2021.

Report on Internal Control Over Compliance

Management of Center for Housing and Health 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 Center for Housing and Health's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Center for Housing and Health'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 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 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 and therefore material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses.

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.

Wipfli LLP

March 1, 2022
Chicago, Illinois

Center for Housing and Health

Schedule of Findings and Questioned Costs

Year Ended June 30, 2021

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?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> none reported
Significant deficiency(ies) reported?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> none reported

Noncompliance material to financial statements noted? ☐ yes ☒ none reported

Federal Awards

Internal control over major programs:

Material weakness(es) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> none reported
Significant deficiency(ies) reported?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> 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 the Uniform Guidance [2 CFR 200.516(a)]? ☐ yes ☒ none reported

Identification of major federal programs:

Assistance Listing Number
14.267

Name of Federal Program or Cluster
Continuum of Care Program

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

Auditee qualified as low-risk auditee? Yes

Section II - Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

Section IV – Prior Year Findings

None