

**WAKE COUNTY CONTINUUM OF CARE
DBA RALEIGH WAKE PARTNERSHIP TO END
AND PREVENT HOMELESSNESS**

Financial Statements

June 30, 2021

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Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Wake County Continuum of Care
DBA Raleigh Wake Partnership to End and Prevent Homelessness
Raleigh, North Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of Wake County Continuum of Care dba Raleigh Wake Partnership to End and Prevent Homelessness (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year 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 of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. 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 auditors' 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 Wake County Continuum of Care dba Raleigh Wake Partnership to End and Prevent Homelessness as of June 30, 2021, 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.

Other Matters

Other 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. 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 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 October 11, 2021, on our consideration of Wake County Continuum of Care dba Raleigh Wake Partnership to End and Prevent Homelessness' 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 Wake County Continuum of Care dba Raleigh Wake Partnership to End and Prevent Homelessness' 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 Wake County Continuum of Care dba Raleigh Wake Partnership to End and Prevent Homelessness' internal control over financial reporting and compliance.

Thomas, Judy & Dicks, P.A.

Raleigh, North Carolina
October 11, 2021

WAKE COUNTY CONTINUUM OF CARE
DBA RALEIGH WAKE PARTNERSHIP TO END AND PREVENT HOMELESSNESS
STATEMENT OF FINANCIAL POSITION
June 30, 2021

ASSETS

Current Assets:

Cash	\$ 50,104
Grants Receivable	240,654
Prepaid Expenses	<u>3,606</u>

Total Current Assets	<u>294,364</u>
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Fixed Assets, Net	<u>2,072</u>
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Total Assets	<u><u>\$ 296,436</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts Payable	\$ 15,341
Credit Cards Payable	225
Accrued Expenses	<u>58,109</u>

Total Liabilities	<u>73,675</u>
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Net Assets:

Without Donor Restrictions	<u>222,761</u>
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Total Net Assets	<u>222,761</u>
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Total Liabilities and Net Assets	<u><u>\$ 296,436</u></u>
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See Accompanying Notes

WAKE COUNTY CONTINUUM OF CARE
DBA RALEIGH WAKE PARTNERSHIP TO END AND PREVENT HOMELESSNESS
STATEMENT OF ACTIVITIES
Year Ended June 30, 2021

SUPPORT AND REVENUE

Federal Grants	\$ 1,009,057
State and Local Grants	468,748
United Way Funding	100,000
Contributions	<u>86,329</u>

Total Support and Revenue	<u>1,664,134</u>
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EXPENSES

Program:	
HMIS	267,263
Coordinated Access	413,364
Housing	568,981
Fundraising	6,834
Management and General	<u>296,574</u>

Total Expenses	<u>1,553,016</u>
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Change in Net Assets	111,118
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Net Assets - Beginning of Year	<u>111,643</u>
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Net Assets - End of Year	<u><u>\$ 222,761</u></u>
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See Accompanying Notes

WAKE COUNTY CONTINUUM OF CARE
DBA RALEIGH WAKE PARTNERSHIP TO END AND PREVENT HOMELESSNESS
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2021

	Program						
	HMIS	Coordinated Access	Housing	Total Program	Fundraising	Management and General	Total
Salaries	\$ 170,367	\$ 194,004	\$ 278,039	\$ 642,410	\$	\$ 118,995	\$ 761,405
Payroll Taxes	14,688	16,522	23,738	54,948		6,241	61,189
Accounting		12,000	21,100	33,100		56,077	89,177
Equipment		18,242	3,405	21,647		5,225	26,872
Consultants						15,000	15,000
Contract Work	21,510			21,510		17,870	39,380
Professional Services		41,636	875	42,511		2,204	44,715
Network for Good					2,334		2,334
Insurance		10		10		1,668	1,678
Miscellaneous					4,500	16	4,516
Marketing and Branding		9,320	5,143	14,463		20,061	34,524
Office Supplies		660	453	1,113		5,837	6,950
Rent		9,475		9,475		14,700	24,175
Rental Assistance			132,272	132,272			132,272
Supportive Services			39,447	39,447			39,447
Landlord Incentives	1,501	50,730	24,300	76,531			76,531
Risk Mitigation		8,110	13,113	21,223			21,223
Payroll Service Fee						3,001	3,001
Employee Benefits	17,921	22,349	24,846	65,116		17,098	82,214
Telephone and Internet	206	711		917		4,688	5,605
Professional Development	41,070	29,595	2,250	72,915		8,582	81,497
Depreciation						1,036	1,036
Taxes						(1,725)	(1,725)
Total Functional Expenses	\$ 267,263	\$ 413,364	\$ 568,981	\$ 1,249,608	\$ 6,834	\$ 296,574	\$ 1,553,016

See Accompanying Notes

WAKE COUNTY CONTINUUM OF CARE
DBA RALEIGH WAKE PARTNERSHIP TO END AND PREVENT HOMELESSNESS
STATEMENT OF CASH FLOWS
Year Ended June 30, 2021

Cash Flows from Operating Activities:	
Change in Net Assets	\$ 111,118
Adjustments to Reconcile Change in Net Assets to Net	
Cash Provided by Operating Activities:	
Depreciation	1,036
Changes in Operating Assets and Liabilities that	
Provided (Used) Cash:	
Grants Receivable	(52,457)
Prepaid Expenses	19,718
Accounts Payable	(72,933)
Bank Overdraft	(737)
Credit Card Payable	(471)
Accrued Expenses	47,938
	<hr/>
Net Cash Provided by Operating Activities	53,212
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Cash Flows from Investing Activities:	
Purchase of Property and Equipment	(3,108)
	<hr/>
Net Cash Used by Investing Activities	(3,108)
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Net Increase in Cash and Cash Equivalents	50,104
Cash - Beginning of Year	
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Cash - End of Year	\$ 50,104
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See Accompanying Notes

WAKE COUNTY CONTINUUM OF CARE
DBA RALEIGH WAKE PARTNERSHIP TO END AND PREVENT HOMELESSNESS
NOTES TO FINANCIAL STATEMENTS
June 30, 2021

1. The Organization

Wake County Continuum of Care DBA Raleigh Wake Partnership to End and Prevent Homelessness ("the Organization") was incorporated on February 17, 2006 in the State of North Carolina as a not-for-profit organization. The Organization's purpose is to lead a collaborative network of community partners focused on solutions to end and prevent homelessness in Wake County, North Carolina. Operations are funded by grants on an expense reimbursement based system. The Organization is directed by a board of directors (the "Board") and an Executive Director appointed by the Board. The Organization's administrative offices are located in Raleigh, North Carolina.

Homeless Management Information System ("HMIS")

HMIS is a local information technology system used to collect client-level data and data on the provision of housing and services to homeless individuals and families and persons at risk of homelessness.

Coordinated Access

Alternately called Coordinated Entry, this program is a HUD mandated, evidence-based system developed to ensure that everyone experiencing a housing crisis has fair and equal access to a system that will rapidly identify, assess, prioritize, refer and connect them to housing and services for which they qualify based on their needs.

Housing

Housing programs include Access Hub and Housing Navigation. The Access Hub consists of Access Sites and the Call Center, and is the first step to connect individuals and families experiencing a housing crisis to eligible, appropriate, and supportive housing options. The Housing Navigation program helps identify open housing stock, pairing it with those who need it most.

2. Summary of Significant Accounting Policies

Basis of Presentation

The Organization has adopted Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958-205, *Not-for-Profit Entities – Presentation of Financial Statements*, and subsections. ASC 958-205 requires not-for-profit organizations provide a statement of financial position, a statement of activities, a statement of functional expenses, and a statement of cash flows. The Organization is required to report information regarding its financial position and activities according to the following net asset classifications:

Net Assets Without Donor Restrictions

Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and board of directors.

WAKE COUNTY CONTINUUM OF CARE
DBA RALEIGH WAKE PARTNERSHIP TO END AND PREVENT HOMELESSNESS
NOTES TO FINANCIAL STATEMENTS
June 30, 2021

2. Summary of Significant Accounting Policies (Continued)

Net Assets With Donor Restrictions

Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires or is met, net assets are reclassified from net assets with donor restriction to net assets without donor restriction in the statement of activities. The Organization has no assets with donor restrictions at June 30, 2021.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program and supporting services based on allocations provided by management.

The expenses that are allocated include the following:

Expense	Method of Allocation
Salaries	Time and effort
Payroll Taxes	Time and effort
Employee Benefits	Time and effort

Contributions and Grants

Contributions and grants received are recorded as donor restricted contributions or without donor restricted contributions, depending on the existence and/or nature of any donor restrictions.

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other 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), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of financial position, statement of activities, and other changes in net assets as net assets released from restrictions.

Tax Status

The Organization is exempt from federal and state income taxes under Section 501(c)(3) of the U.S. Internal Revenue Code and applicable state tax statutes.

WAKE COUNTY CONTINUUM OF CARE
DBA RALEIGH WAKE PARTNERSHIP TO END AND PREVENT HOMELESSNESS
NOTES TO FINANCIAL STATEMENTS
June 30, 2021

2. Summary of Significant Accounting Policies (Continued)

Tax Status (Continued)

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Organization and recognize a tax liability (or asset) if the Organization has taken an uncertain tax positions that more likely than not would be sustained upon examination by the applicable authorities. Management has analyzed the tax positions taken by the Organization, and has concluded that as of June 30, 2021, there are no uncertain tax positions taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

Cash Equivalents

For the purposes of the statement of cash flows, the Organization considers cash on hand, cash in demand deposit accounts, and all short-term debt securities purchased with original maturities of three months or less to be cash equivalents. The Organization had no cash equivalents as of June 30, 2021.

Property and Equipment

It is the Organization's policy to capitalize property and equipment with an original amount or donated value of \$2,500 or more and an estimated life of more than one year. Purchased property and equipment are carried at cost. Donations of equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use are reported as restricted contributions. In the absence of such stipulations, contributions of equipment are recorded as unrestricted assets. Depreciation is computed using the straight-line method over the estimated useful lives as follows:

Software	5 years
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Depreciation expense totaled \$1,036 for the year ended June 30, 2021.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Donated Services

Donated services have not been reflected in the accompanying financial statements since no objective basis is available to measure the value of such services. Nevertheless, a substantial number of individuals have donated their time in the Organization's services on the board of directors without compensation.

WAKE COUNTY CONTINUUM OF CARE
DBA RALEIGH WAKE PARTNERSHIP TO END AND PREVENT HOMELESSNESS
NOTES TO FINANCIAL STATEMENTS
June 30, 2021

2. Summary of Significant Accounting Policies (Continued)

Advertising and Marketing Expense

Advertising and marketing costs are expensed as paid. Advertising expense was \$34,524 for the year ended June 30, 2021.

3. Concentrations of Credit Risk

The Organization occasionally maintains deposits in excess of federally insured limits. These are identified as a concentration of credit risk requiring disclosure, regardless of the degree of risk. The risk is managed by maintaining all deposits in high quality financial institutions. The Federal Deposit Insurance Corporation insures up to \$250,000 for all accounts held at a single institution. As of June 30, 2021, the Organization had no uninsured cash and cash equivalents.

The Organization received approximately 61% of its total support from federal government sources and 28% of its total support from state government sources during the year ended June 30, 2021. A significant reduction in the level of this support, if this were to occur, may have a significant effect on the Organization's programs and activities.

4. Availability and Liquidity

The following represents the Organization's financial assets at June 30, 2021:

Financial assets at year-end:

Cash	\$ 50,104
Grants Receivable	<u>240,654</u>

Financial assets available to meet general expenditures
over the next twelve months

\$ 291,282

The Organization does not have a formal liquidity plan.

5. Uncertainties

As a result of the COVID-19 outbreak in the United States, economic uncertainties have arisen which may have a negative impact on the Organization's financial results in the future. The extent of the impact of COVID-19 on the operational and financial performance will depend on certain developments, including duration and spread of the outbreak, impact on customers, employees and vendors, all of which are uncertain at this time. The extent to which COVID-19 may impact the Organization's financial condition or results in the future is uncertain.

WAKE COUNTY CONTINUUM OF CARE
DBA RALEIGH WAKE PARTNERSHIP TO END AND PREVENT HOMELESSNESS
NOTES TO FINANCIAL STATEMENTS
June 30, 2021

6. Line of Credit

In January of 2021, the Organization opened a line of credit with a bank with borrowing capacity of \$25,000. Interest only is due monthly at a rate of 4.25% and all outstanding principal and interest are due January 25, 2023. There was no outstanding balance on the line as of June 30, 2021.

7. Operating Leases

In 2020, the Organization entered into a lease for office space with monthly payments of \$1,200, which expires on September 30, 2021. In June 2021, the Organization amended the lease to add additional space and increased monthly rent to \$2,000. At expiration, the lease will be extended for one year with monthly payments of \$2,000. The Organization also leases office equipment with monthly payments of \$89 and expires September 2023. Rent expense for the year ended June 30, 2021 was \$24,175.

Total future minimum lease payments are as follows:

<u>Year Ending</u> <u>June 30</u>	<u>Amount</u>
2022	\$ 25,068
2023	7,068
2024	<u>267</u>
Total	<u>\$ 32,403</u>

8. Subsequent Events

The Organization has evaluated events and transactions for potential recognition or disclosure in the financial statements through October 11, 2021, which is the date the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION



Certified Public Accountants

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors
Wake County Continuum of Care
DBA Raleigh Wake Partnership to End and Prevent Homelessness
Raleigh, North Carolina

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 Wake County Continuum of Care dba Raleigh Wake Partnership to End and Prevent Homelessness (the "Organization") (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, 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 October 11, 2021.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Thomas, Judy & Ducker, P.A.".

Raleigh, North Carolina
October 11, 2021



Certified Public Accountants

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

To the Board of Directors
Wake County Continuum of Care
DBA Raleigh Wake Partnership to End and Prevent Homelessness
Raleigh, North Carolina

Report on Compliance for Each Major Federal Program

We have audited Wake County Continuum of Care dba Raleigh Wake Partnership to End and Prevent Homelessness' (the "Organization") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended June 30, 2021. The Organization's major federal programs are identified in the summary of auditors' 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.

Auditors' Responsibility

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

Opinion on Each Major Federal Program

In our opinion, the Organization 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 the Organization is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Organization's internal control over compliance with the types of requirements that could have a direct and material effect on each 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 the Organization'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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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



Raleigh, North Carolina
October 11, 2021

WAKE COUNTY CONTINUUM OF CARE
DBA Raleigh Wake Partnership to End and Prevent Homelessness
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2021

SECTION I – SUMMARY OF AUDITORS' RESULTS

Financial Statements

1. Type of auditors' report issued on whether the financial statements were prepared in accordance with GAAP: Unmodified
2. Internal control over financial reporting:
- Material weakness identified? _____ Yes X No
 - Significant deficiencies identified that are not considered to be material weaknesses? _____ Yes X None Reported
3. Noncompliance material to financial statements noted? _____ Yes X No

Federal Awards

1. Internal control over major Federal programs:
- Material weakness identified? _____ Yes X No
 - Significant deficiency identified that is not considered to be a material weakness? _____ Yes X None Reported
2. Type of auditors' report issued on compliance for major Federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? _____ Yes X No
4. Identification of major Federal programs:
- | <u>Program Name</u> | <u>CFDA Number</u> |
|--------------------------|--------------------|
| Coronavirus Relief Funds | 21.019 |
5. Dollar threshold used to distinguish between Type A and Type B programs: \$750,000
6. Auditee qualifies as a low-risk auditee under Uniform Guidance? _____ Yes X No

SECTION II – FINANCIAL STATEMENT FINDINGS

No Findings

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No Findings

WAKE COUNTY CONTINUUM OF CARE
DBA Raleigh Wake Partnership to End and Prevent Homelessness
SUMMARY OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2021

None.

WAKE COUNTY CONTINUUM OF CARE
DBA Raleigh Wake Partnership to End and Prevent Homelessness
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2021

<u>Grantor/Pass-Through</u> <u>Grantor/Program Title</u>	<u>Federal</u> <u>CFDA</u> <u>Number</u>	<u>Expenditures</u>
Federal Grants:		
Cash Assistance:		
U.S. Department of Housing and Urban Development		
Continuum of Care Grant	14.267	\$ 366,311
Emergency Solutions Grant	14.231	230,504
Community Development Block Grant	14.218	<u>7,611</u>
		604,426
U.S. Department of Treasury		
Passed-through from North Carolina Department of		
Health and Human Services:		
Coronavirus Relief Funds	21.019	<u>405,155</u>
Total Federal Assistance		<u>\$ 1,009,581</u>

Notes to the Schedule of Expenditures of Federal Awards:

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards ("SEFA") includes the federal grant activity of Wake County Continuum of Care dba Raleigh Wake Partnership to End and Prevent Homelessness and is presented on the full accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

Note 2: Summary of Significant Accounting Policies

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

Note 3: Indirect Cost Rate

Wake County Continuum of Care dba Raleigh Wake Partnership to End and Prevent Homelessness has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.