

**OUR HOUSE, INC.**

**AUDITED FINANCIAL STATEMENTS**  
**Together with**  
**INDEPENDENT AUDITOR'S REPORT**

**JUNE 30, 2020 AND 2019**

**OUR HOUSE, INC.**  
**AUDIT REPORT**  
**TABLE OF CONTENTS**  
JUNE 30, 2020 AND 2019

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<u>CONTENTS</u>	<u>Pages</u>
INDEPENDENT AUDITOR'S REPORT	1-2
FINANCIAL STATEMENTS:	
• Statements of Financial Position	3
• Statement of Activities - 2020	4
• Statement of Activities - 2019	5
• Statements of Functional Expenses	6
• Statements of Cash Flows	7
• Notes to Financial Statements	8-21
COMPLIANCE AND INTERNAL CONTROL REPORTS	
• 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	22-23
• Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	24-25
• Schedule of Expenditures of Federal Awards	26
• Notes to Schedule of Expenditures of Federal Awards	27
• Schedule of Findings and Questioned Costs	28
• Summary Schedule of Prior Audit Findings	29
SUPPLEMENTAL INFORMATION:	
• Independent Auditor's Report on Supplemental Information	30
• Schedule of State Contractual Assistance	31



February 9, 2021

INDEPENDENT AUDITOR'S REPORT

To the Management  
and Board of Directors of  
Our House, Inc.

**Report on the Financial Statements**

We have audited the accompanying financial statements of Our House, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2020, and 2019, and the related statements of activities, 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 of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express 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 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 Our House, Inc. as of June 30, 2020, and 2019, 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 of America.

Our House, Inc.  
February 9, 2021

### ***Adoption of New Accounting Pronouncement***

As discussed in Note 1 to the financial statements, Our House, Inc. adopted the Financial Accounting Standards Board's Accounting Standards Update (ASU) No. 2014-09 - *Revenue from Contracts with Customers (Topic 606)*, as amended, and Accounting Standards Update (ASU) No. 2018-08, *Clarifying the Scope and the Accounting for Contributions Received and Contributions Made*. Both ASUs were adopted as of and for the year ended June 30, 2020. The requirements of these ASUs have been retrospectively applied to all periods presented. Our opinion is not modified with respect to this matter.

### ***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 February 9, 2021, on our consideration of Our House, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Our House, Inc.'s internal control over financial reporting and compliance.

*Long & Company, P.C.*  
Long & Company, P.C.  
Certified Public Accountants

## OUR HOUSE, INC.

## STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2020 AND 2019

ASSETS	2020	2019
Current Assets		
Cash and cash equivalents	\$ 1,136,995	\$ 401,974
Investments	326,182	352,576
Contributions and grants receivable - net	317,409	452,958
Other receivables	-	2,415
Prepaid expenses	<u>2,886</u>	<u>11,252</u>
Total Current Assets	<u>1,783,472</u>	<u>1,221,175</u>
Property and equipment - net	<u>3,046,403</u>	<u>3,165,739</u>
Other Assets:		
Investments restricted for endowment purposes	<u>425,000</u>	<u>425,000</u>
Total Other Assets	<u>425,000</u>	<u>425,000</u>
TOTAL ASSETS	<u>\$ 5,254,875</u>	<u>\$ 4,811,914</u>
<hr/>		
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts payable	\$ 52,857	\$ 150,879
Accrued payroll	52,488	39,708
Accrued vacation	61,809	48,476
Deferred grant revenue	484,837	16,200
Notes payable - current portion	<u>11,510</u>	<u>10,736</u>
Total Current Liabilities	<u>663,501</u>	<u>265,999</u>
Long-Term Liabilities		
Notes payable - less current portion	<u>154,065</u>	<u>15,529</u>
Total Liabilities	<u>817,566</u>	<u>281,528</u>
Net Assets		
Without donor restrictions:	3,792,514	3,415,216
With donor restrictions		
Purpose and time restrictions	219,795	690,170
Permanent endowment	<u>425,000</u>	<u>425,000</u>
Total net assets with donor restrictions	<u>644,795</u>	<u>1,115,170</u>
Total Net Assets	<u>4,437,309</u>	<u>4,530,386</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 5,254,875</u>	<u>\$ 4,811,914</u>

See accompanying notes which are an integral part of these financial statements

## OUR HOUSE, INC.

## STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2020

REVENUE, GAINS, AND OTHER SUPPORT	Without Donor Restrictions	With Donor Restrictions	Total
Contributions and grants	3,073,943	\$ 79,574	\$ 3,153,517
Daycare services	40,645	-	40,645
Special events (net of costs of direct benefit to donors of \$72,815)	246,801	-	246,801
Investment return	6,431	14,601	21,032
Other income	7,585	-	7,585
Net assets released from restrictions: Satisfaction of program restrictions	564,550	(564,550)	-
 Total Revenues, Gains and Other Support	 3,939,955	 (470,375)	 3,469,580
 <b>EXPENSES</b>			
Program services	2,866,182	-	2,866,182
Supporting services			
Management and general	230,640	-	230,640
Fundraising	465,835	-	465,835
 Total Expenses	 3,562,657	 -	 3,562,657
 Change in Net Assets	 377,298	 (470,375)	 (93,077)
 NET ASSETS AT BEGINNING OF YEAR	 3,415,216	 1,115,170	 4,530,386
 NET ASSETS AT END OF YEAR	 \$ 3,792,514	 \$ 644,795	 \$ 4,437,309

See accompanying notes which are an integral part of these financial statements

## OUR HOUSE, INC.

## STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2019

REVENUE, GAINS, AND OTHER SUPPORT	Without Donor Restrictions	With Donor Restrictions	Total
Contributions and grants	3,005,324	\$ 220,087	\$ 3,225,411
Daycare services	34,380	-	34,380
Special events (net of costs of direct benefit to donors of \$64,381)	222,206	-	222,206
Investment return	10,587	31,813	42,400
Other income	9,998	-	9,998
Net assets released from restrictions: Satisfaction of program restrictions	425,588	(425,588)	-
 Total Revenues, Gains and Other Support	3,708,083	(173,688)	3,534,395
 <b>EXPENSES</b>			
Program services	3,167,025	-	3,167,025
Supporting services			
Management and general	271,904	-	271,904
Fundraising	348,623	-	348,623
Total Expenses	3,787,552	-	3,787,552
Change in Net Assets	(79,469)	(173,688)	(253,157)
NET ASSETS AT BEGINNING OF YEAR	3,494,685	1,288,858	4,783,543
NET ASSETS AT END OF YEAR	\$ 3,415,216	\$ 1,115,170	\$ 4,530,386

See accompanying notes which are an integral part of these financial statements

OUR HOUSE, INC.

STATEMENTS OF FUNCTIONAL EXPENSES

FOR THE YEARS ENDED JUNE 30, 2020 AND 2019

	Supporting Services							
	Program Services		Management and General		Fundraising		Total Expenses	
	2020	2019	2020	2019	2020	2019	2020	2019
Salaries	\$ 1,576,028	\$ 1,543,091	\$ 104,839	\$ 119,294	\$ 314,079	\$ 255,617	\$ 1,994,946	\$ 1,918,002
Parent Intern Stipends	6,350	13,064	-	-	-	-	6,350	13,064
Fringe Benefits	299,687	321,482	19,922	20,540	59,613	38,531	379,222	380,553
<b>Total</b>	<b>1,882,065</b>	<b>1,877,637</b>	<b>124,761</b>	<b>139,834</b>	<b>373,692</b>	<b>294,148</b>	<b>2,380,518</b>	<b>2,311,619</b>
Bad Debts	-	-	7,739	170	-	-	7,739	170
Bank and Credit Card Fees	-	-	2,802	9,174	6,209	-	9,011	9,174
Consulting	85,742	113,508	8,046	14,695	41,878	28,379	135,666	156,582
Contract Labor	50,181	73,412	-	-	-	-	50,181	73,412
Depreciation	99,423	114,153	6,620	7,961	19,809	4,250	125,852	126,364
Family Assistance	47,898	43,517	-	-	-	-	47,898	43,517
Food Costs	147,980	197,061	795	-	-	-	148,775	197,061
Insurance	31,512	32,235	2,098	2,302	6,278	3,837	39,888	38,374
Interest	-	-	9,043	6,076	-	-	9,043	6,076
Meetings	7,922	4,062	1,072	10,454	1,100	519	10,094	15,035
Occupancy	274,320	280,850	9,828	16,257	6,975	9,688	291,123	306,795
Other	5,820	4,362	-	556	1,108	1,617	6,928	6,535
Postage	2,743	3,885	473	190	2,190	251	5,406	4,326
Printing	2,995	3,687	141	159	342	136	3,478	3,982
Professional Fees	-	-	48,534	34,527	-	-	48,534	34,527
Repairs and Maintenance	52,077	60,106	2,629	3,851	1,297	2,160	56,003	66,117
Staff Training	12,996	32,811	947	10,574	1,634	796	15,577	44,181
Supplies	143,946	309,613	3,570	7,400	1,740	2,039	149,256	319,052
Telephone	16,219	13,623	694	2,093	887	587	17,800	16,303
Transportation	947	-	53	3,005	158	-	1,158	3,005
Travel	1,396	2,503	795	2,626	538	216	2,729	5,345
<b>TOTAL EXPENSES</b>	<b>\$ 2,866,182</b>	<b>\$ 3,167,025</b>	<b>\$ 230,640</b>	<b>\$ 271,904</b>	<b>\$ 465,835</b>	<b>\$ 348,623</b>	<b>\$ 3,562,657</b>	<b>\$ 3,787,552</b>

See accompanying notes which are an integral part of these financial statements



OUR HOUSE, INC.

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2020 AND 2019

	2020	2019
Change in Net Assets	\$ (93,077)	\$ (253,157)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation	125,852	126,364
Realized (gain) loss on investments	45	228
Unrealized (gain) loss investments	(4,919)	(18,574)
Donations of stock	(11,826)	(5,981)
(Increase) decrease in operating assets:		
Contributions and grants receivable	135,549	(248,238)
Other receivables	2,415	(15)
Prepaid expenses	8,366	4,717
Increase (decrease) in operating liabilities		
Accounts payable	(98,022)	25,051
Accrued payroll	12,780	1,166
Accrued vacation	13,333	2,345
Deferred revenue	468,637	-
Net Cash Provided (Used) by Operating Activities	<u>559,133</u>	<u>(366,094)</u>
Cash Flows from Investing Activities		
Purchase of property and equipment	(6,516)	(7,098)
Proceeds from sales of investments	190,894	-
Purchases of investments	<u>(147,800)</u>	<u>(10,129)</u>
Net Cash Provided (Used) by Investing Activities	<u>36,578</u>	<u>(17,227)</u>
Cash Flows from Financing Activities		
Proceeds from notes payable	150,000	-
Principal payments on notes payable	<u>(10,690)</u>	<u>(10,014)</u>
Net Cash Provided (Used) by Financing Activities	<u>139,310</u>	<u>(10,014)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	735,021	(393,335)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>401,974</u>	<u>795,309</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 1,136,995</u>	<u>\$ 401,974</u>
Supplemental Disclosures:		
Noncash investing and Financing Activities:		
Receipt of contributed marketable securities	<u>\$ 11,826</u>	<u>\$ 5,981</u>
	<u>\$ 11,826</u>	<u>\$ 5,981</u>
Interest Paid	<u>\$ 9,043</u>	<u>\$ 6,076</u>

See accompanying notes which are an integral part of these financial statements

## OUR HOUSE, INC.

### NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

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#### **Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

##### Nature of Activities

Our House, Inc. (the "Organization") is a private, nonprofit organization incorporated in the State of Georgia. Operating year-round from two site locations in the Atlanta area, the Organization operates a shelter for families experiencing homelessness and a school for children experiencing homelessness. Its purpose is to provide a safe environment for homeless children and to assist homeless parents in obtaining employment and affordable housing. The Organization is financed primarily by federal and state grants and private donations.

##### Financial Statement Presentation

The Organization prepares its financial statements using the accrual basis of accounting and in accordance with accounting principles generally accepted in the United States of America.

Net assets and revenues are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

- *Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor-imposed restrictions. The Board, at its discretion, may designate a portion of the net assets without donor restrictions to be used for specific purposes.
- *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 either by the actions of the Organization or the passage of time. Other donor-imposed restrictions may be perpetual in nature, where the donor stipulates that the resources be maintained in perpetuity. 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 Activities as net assets released from restrictions. If a restriction is fulfilled during the same year in which the contribution is received, the Organization reports that support as an increase in net assets without donor restrictions.

##### Use of Estimates in Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) in the United States of America 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 the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

##### Cash and Cash Equivalents

For the purpose of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

OUR HOUSE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

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**Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Investments

The Organization carries investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

Revenue Recognition

*Contributions and Grants and Promises to Give*

The Organization recognizes contributions and grants when cash, securities or other assets or an unconditional promise to give is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of the amounts expected to be collected. All contributions are considered available for unrestricted use unless specifically restricted by the donor.

The Organization receives federal, state, and local government grants. Government grants are generally accounted for as conditional contributions until grant funds are spent in accordance with applicable grant requirements.

Conditional contributions and grants that are received prior to conditions being met are reported in the statement of financial position as deferred revenue.

Donated Materials, Services, and Marketable Securities

Contributions of donated noncash materials, services, and assets are recorded at their fair market values in the period received. The Organization records such gifts as net assets without restrictions unless explicit donor stipulations specify how the donated assets must be used. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received.

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the statement of activities. The Statement of Functional Expenses presents the natural classification of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include personnel costs, depreciation, professional fees, office expenses, occupancy, supplies, insurance, and other expenses, which are allocated on the basis of estimates of time and effort.

OUR HOUSE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

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**Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Property and Equipment

Property and equipment are stated at cost. Acquisitions of property and equipment or repairs, maintenance, or betterments that materially prolong the useful lives of assets in excess of \$5,000 are capitalized. Depreciation of property is computed on a straight-line basis over the estimated service lives of the assets. The following lives have been assigned to the capitalized assets:

Vehicles	5 years
Building and Improvements	20-40 years
Land Improvements	15 years
Playground Equipment	15-20 years
Furniture and Equipment	5-20 years

Donations of property and equipment are recorded as contributions at their estimated fair market value. Such donations are reported as net assets without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions regarding their use and contributions of cash that must be used to acquire long-lived assets are reported as net assets with donor restrictions. Absent explicit donor stipulations regarding how long the long-lived assets must be maintained, the Organization reports expiration of donor restrictions when the donated or acquired long-lived assets are placed in service. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Tax-Exempt Status

The Organization is exempt from federal income taxes under Section 501(a) of the Internal Revenue Code (IRC) as an organization described in IRC Section 501(c)(3), except to the extent it has unrelated business income. In addition, the Organization has been determined by the Internal Revenue Service (IRS) not to be a private foundation within the meaning of Section 509(a) of the IRC. The Organization did not have an unrelated business income tax liability as of June 30, 2020 and 2019. Accordingly, no tax provision or liability has been reported in the accompanying financial statements.

GAAP requires the evaluation of tax positions taken in the course of preparing the Organization's tax return and recognition of a tax liability (or asset) if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. Management has analyzed the tax positions taken by the Organization, and has concluded that as of June 30, 2020 and 2019, there are no uncertain tax positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements.

OUR HOUSE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

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**Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Fair Value Measurements

Fair value is the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal, or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used in the methodology to measure fair value:

- **Level 1** – quoted prices (unadjusted) in active markets that are accessible at the measurement date for the assets or liabilities.
- **Level 2** – observable prices that are based on inputs not quoted in active markets, but corroborated by market data; and
- **Level 3** – unobservable inputs are used when little or no market data is available

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.

The Organization has Investments in common stock and mutual funds that are measured as a level 1 instruments.

Newly Adopted Accounting Pronouncements

Effective July 1, 2019, the Organization has adopted Accounting Standards Update (ASU) No. 2014-09 - *Revenue from Contracts with Customers (Topic 606)*, as amended as management believes the standard improves the usefulness and understandability of the Organization's financial reporting.

In June 2018, the FASB issued ASU No. 2018-08, *Clarifying the Scope and the Accounting for Contributions Received and Contributions Made*. This ASU provides a more robust framework to determine when a transaction should be accounted for as a contribution or as an exchange transaction and provides additional guidance about how to determine whether a contribution is conditional. The Organization adopted ASU 2018-08 for the year ended June 30, 2020.

Analysis of various provisions of the adopted ASUs resulted in no significant changes in the way the Organization recognizes revenue, and therefore no changes to the previously issued audited financial statements were required on a retrospective basis. The presentation and disclosures of revenue have been enhanced in accordance with the standard.

Recently Issued Accounting Pronouncements

In February 2016, the FASB issued ASU No. 2016-02, *Leases (Topic 842)*, which replaces the existing guidance in ASC 840 - Leases. This ASU requires a dual approach for lessee accounting under which a lessee would account for leases as finance leases or operating leases. Both finance leases and operating leases will result in the lessee recognizing a right-of-use asset and a corresponding lease liability. For finance leases, the lessee would recognize interest expense and amortization of the right-of-use asset and for operating leases, the lessee would recognize a straight-line total lease expense. This ASU is effective for fiscal years beginning after December 15, 2021. The requirements of this standard include a significant increase in required disclosures. Management is currently evaluating the impact of this ASU on the financial statements.

OUR HOUSE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

**Note 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying financial statements to maintain consistency between periods presented. The reclassifications had no impact on previously reported net assets.

Subsequent Events Date of Review

Management has evaluated subsequent events through February 9, 2021, which was the date the financial statements were available to be issued.

**Note 2 - INVESTMENTS**

Investments consisted of the following as of June 30, 2020, and 2019:

	<u>2020</u>	<u>2019</u>
Money Market Funds	\$ 120,075	\$ 209,615
Corporate Stocks Mutual Funds	<u>751,182</u>	<u>777,576</u>
	871,257	987,191
Less amount classified as and included in cash and cash equivalents	<u>120,075</u>	<u>209,615</u>
Total Investments	<u>\$ 751,182</u>	<u>\$ 777,576</u>
Classified on the statement of financial position:		
Current	\$ 326,182	\$ 352,576
Non-Current	<u>425,000</u>	<u>425,000</u>
Total	<u>\$ 751,182</u>	<u>\$ 777,576</u>
Investment return is summarized as follows:		
Interest and dividends	\$ 16,158	\$ 24,054
Realized gains (losses) on investments	(45)	(228)
Net unrealized gains (losses) on investments	<u>4,919</u>	<u>18,574</u>
Total	<u>\$ 21,032</u>	<u>\$ 42,400</u>

Investment return is reported net of investment fees of \$7,384 for the year ended June 30, 2020 and \$7,124 for the year ended June 30, 2019.

As disclosed in Note 7, one of the Organization's investment accounts is pledged to secure a line-of-credit. The balance of that account as of June 30, 2020, was \$554,658.

OUR HOUSE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

**Note 3 – CONTRIBUTIONS AND GRANTS RECEIVABLE**

Contributions and grants receivable reported in the statements of financial position represent unconditional promises to give. Contributions and grants receivable are classified as follows for the years ended June 30, 2020, and 2019:

	<u>2020</u>	<u>2019</u>
Receivable in less than one year	\$ 317,409	\$ 452,958
Total	<u>\$ 317,409</u>	<u>\$ 452,958</u>

Contributions and grants receivable were fully collectible as of June 30, 2020, and 2019.

**Note 4 -PROPERTY AND EQUIPMENT**

Property and equipment consisted of the following as of June 30, 2020, and 2019:

	<u>2020</u>	<u>2019</u>
Building	\$ 780,000	\$ 780,000
Land	203,333	203,333
Building improvements	1,273,361	1,273,361
Leasehold improvements	1,402,327	1,402,327
Vehicles	107,432	107,432
Playground equipment	115,089	115,089
Equipment and furniture	96,144	89,629
	<u>3,977,686</u>	<u>3,971,171</u>
Accumulated depreciation	931,283	805,432
	<u>\$ 3,046,403</u>	<u>\$ 3,165,739</u>
Depreciation Expense	<u>\$ 125,852</u>	<u>\$ 126,364</u>

Decatur Facility

The Organization leases a building and land in Decatur, Georgia from a church. Building renovations and improvements for this facility are reported in the financial statements as leasehold improvements. The lease calls for no rent payments and expires in 2040.

Atlanta Facility

The Organization owns a one-third interest in a building and land and leases the remaining two-thirds interest in the building from The Community Foundation for Greater Atlanta, Inc. The lease agreement was entered into in 2002 and provides for a lease term of 99 years with a lease payment of \$1 per year.

The estimated fair rental value of the donated space for both facilities has been recorded as contribution revenue and occupancy expense for the years ended June 30, 2020, and 2019.

OUR HOUSE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

**Note 5 – DEFERRED GRANT REVENUE**

Deferred revenue reported in the statements of financial position represents government grant funds received in advance for which conditions have not yet been fulfilled.

On April 20, 2020, the Organization was granted a \$451,400 loan under the Paycheck Protection Program (“PPP”) administered by the Small Business Administration (“SBA”). The PPP was established by the Coronavirus Aid, Relief and Economic Security (“CARES”) Act and provides loans to qualifying businesses to keep their workers on payroll during the COVID-19 pandemic. The loan is uncollateralized and is fully guaranteed by the federal government. The Organization is eligible for loan forgiveness of up to 100% of the loan, upon meeting certain requirements. The loan and accrued interest may be eligible for forgiveness if the funds are used for eligible payroll, benefit, and other qualified expenses during the 24 - week covered period. The loan has been accounted for as a donor advance on a conditional grant from the US Government and will be recognized as grant income when all conditions, including the approval of the application for forgiveness, are met. While formal forgiveness has not yet been received from the Small Business Administration (SBA), management expects the advance to be forgiven in full.

**Note 6 - NOTES PAYABLE**

The following is a summary of the Organization’s notes payable as of June 30, 2020, and 2019:

	<u>2020</u>	<u>2019</u>
Note payable, payable in 60 monthly installments of \$1,019, with interest at 5.98%, due October 2021. Note is secured by a vehicle.	\$ 15,575	\$ 26,265
Note payable to the U.S. Small Business Administration. Economic Injury Disaster Loan of \$150,000, payable in 348 monthly installments of \$641, beginning in May 2021, with interest at 2.75%. The note is secured by all assets of the Organization	<u>150,000</u>	<u>-</u>
	165,575	26,265
Less current portion	<u>11,510</u>	<u>10,736</u>
Long-term portion of note payable	<u>\$ 154,065</u>	<u>\$ 15,529</u>

Future maturities of notes payable are as follows:

<u>Years ended June 30:</u>	
2021	\$ 11,510
2022	7,587
2023	3,620
2024	3,721
2025	3,824
2026 and thereafter	<u>135,313</u>
	<u>\$ 165,575</u>



OUR HOUSE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

**Note 7 – LINE OF CREDIT**

The Organization has a \$400,000 revolving line of credit with a local bank. Advances on the credit line are payable on demand and carry an interest rate of prime plus 1% (4.25% as of June 30, 2020). The line-of-credit is dated May 18, 2020 with an expiration date of November 18, 2021. The line-of-credit is secured by one of the Organization's investment accounts. There was no outstanding balance on the line-of-credit as of June 30, 2020, and 2019.

**Note 8 - NET ASSETS**

Net Assets with Donor Restrictions

Net assets with donor restrictions are available for the following purposes or periods as of June 30, 2020, and 2019:

	<u>2020</u>	<u>2019</u>
Adaptive learning	\$ -	\$ 66,667
Building maintenance	33,260	42,903
Family advocacy	7,000	20,359
Mental health services	-	40,859
Rapid Rehousing project	-	6,008
Scholarship funds	5,140	217,362
Shelter	34,237	-
Shelter furnishings	10,500	-
Time restricted	-	125,000
Unappropriated endowment earnings	129,658	171,012
Permanent endowment principal	425,000	425,000
	<u>\$ 644,795</u>	<u>\$ 1,115,170</u>

**Note 9 – DONATED FACILITIES, GOODS AND SERVICES**

The Organization received donated services, non-cash items and donated use of facilities. Included as contributions in the financial statements and the corresponding program expenses for the years ended June 30, 2020, and 2019, are as follows:

	<u>2020</u>	<u>2019</u>
Contributed space	\$ 144,840	\$ 144,840
Contributed goods & services	84,366	108,295
	<u>\$ 229,206</u>	<u>\$ 253,135</u>

## OUR HOUSE, INC.

### NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

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#### **Note 10 – ENDOWMENTS**

The Organization maintains two donor-restricted endowment funds. As required by Generally Accepted Accounting Principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors of Our House, Inc. has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, Our House, Inc. classifies as net assets with donor restrictions (to be held in perpetuity) (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not held in perpetuity is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of the organization and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the organization
- (7) The investment policies of the organization

#### Investment Return Objectives, Risk Parameters and Strategies

The Organization has adopted investment and spending policies, approved by the Board of Directors, for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment funds while also maintaining the purchasing power of those endowment assets over the long-term. Accordingly, the investment process seeks to achieve an after-cost total real rate of return, including investment income as well as capital appreciation, with acceptable levels of risk. Endowment assets are invested in a well-diversified asset mix, which includes equity and debt securities, that is intended to result in a consistent inflation-protected rate of return. The targeted annualized return objective is 3% plus inflation, net of all expenses. Actual returns in any given year may vary from this amount. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to not expose the fund to unacceptable levels of risk.

#### Spending Policy

The Organization's endowment policies allow the Board of Directors to appropriate for distribution up to 5% of its endowment fund's average fair value of the prior 12 quarters through the fiscal year in which the distribution is planned. In establishing this policy, the Organization considered the long-term expected return on its investment assets, the nature and duration of the individual endowment funds, many of which must be maintained in perpetuity because of donor-restrictions, and the possible effects of inflation. The Organization's objective is to maintain the purchasing power of the endowment assets as well as to provide additional real growth through new gifts and investment return.

OUR HOUSE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

**Note 10 – ENDOWMENT FUNDS (continued)**

Endowment net asset composition by type of fund and changes in endowment net assets as of June 30, 2020, and 2019 are as follows:

	2020			Total
	Without Donor Restrictions	With Donor Restrictions		
		Temporary in Nature	Perpetual in Nature	
Donor-restricted endowment funds	\$ -	\$ 129,658	\$ 425,000	\$ 554,658
	<u>\$ -</u>	<u>\$ 129,658</u>	<u>\$ 425,000</u>	<u>\$ 554,658</u>

	2019			Total
	Without Donor Restrictions	With Donor Restrictions		
		Temporary in Nature	Perpetual in Nature	
Donor-restricted endowment funds	\$ -	\$ 171,012	\$ 425,000	\$ 596,012
	<u>\$ -</u>	<u>\$ 171,012</u>	<u>\$ 425,000</u>	<u>\$ 596,012</u>

	2020			Total
	Without Donor Restrictions	With Donor Restrictions		
		Temporary in Nature	Perpetual in Nature	
Endowment net assets, beginning	\$ -	\$ 171,012	\$ 425,000	\$ 596,012
Contributions	-	-	-	-
Investment return:				
Interest and dividends	-	11,007	-	11,007
Unrealized gains (losses)	-	3,594	-	3,594
Amount appropriated for expenditure	-	(55,955)	-	(55,955)
Release of designation	-	-	-	-
Endowment net assets, ending	<u>\$ -</u>	<u>\$ 129,658</u>	<u>\$ 425,000</u>	<u>\$ 554,658</u>

	2019			Total
	Without Donor Restrictions	With Donor Restrictions		
		Temporary in Nature	Perpetual in Nature	
Endowment net assets, beginning	\$ 160,699	\$ 139,199	\$ 425,000	\$ 724,898
Contributions	-	-	-	-
Investment return:				
Interest and dividends	-	17,958	-	17,958
Unrealized gains (losses)	-	13,855	-	13,855
Amount appropriated for expenditure	-	-	-	-
Release of designation	(160,699)	-	-	(160,699)
Endowment net assets, ending	<u>\$ -</u>	<u>\$ 171,012</u>	<u>\$ 425,000</u>	<u>\$ 596,012</u>

OUR HOUSE, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

**Note 11 - BENEFICIAL INTERESTS**

The Organization has a beneficial interest in two permanent endowments. The original endowments were for \$100,000 and \$500,000 and were paid by the donors directly to the Community Foundation for Greater Atlanta (“the Foundation”) to be held in perpetuity in the name of Our House, Inc. and administered by the Foundation. The \$100,000 endowment is to support general operations and the \$500,000 endowment is to fund maintenance and repairs at the Atlanta facility.

Since the Foundation retains variance power, the endowment beneficial interests are not recorded on the books of Our House, Inc. The Organization will receive distributions from the endowment funds based on a spending policy determined by the Foundation’s Board of Directors. Distributions from the fund are reported as contributions with donor restrictions. The restrictions are released when the funds are appropriated for expenditure.

The following is a summary of the activity of the funds for the years ended June 30, 2020, and 2019:

	<u>2020</u>	<u>2019</u>
Balance, beginning of year	\$ 703,888	\$ 711,674
Investment return	(11,149)	25,167
Distributions	<u>(32,952)</u>	<u>(32,953)</u>
Balance, end of year	<u>\$ 659,787</u>	<u>\$ 703,888</u>

**Note 12 - CONCENTRATION OF CREDIT RISK -DEPOSITS IN EXCESS OF INSURED LIMITS**

The Organization maintains its cash deposits with various financial institutions. At times, the balances in these accounts may be in excess of federally insured limits established by the Federal Deposit Insurance Corporation (FDIC). Cash and cash equivalents also include accounts at an investment brokerage company. Cash and cash equivalents at the brokerage company include money market mutual funds, which are not insured by the FDIC, or otherwise guaranteed by the U.S. Government. The Organization’s cash and cash equivalents in excess of FDIC coverage were approximately \$530,776 and \$-0- as of June 30, 2020 and 2019, respectively.

**Note 13 - RETIREMENT PLAN**

Our House, Inc. adopted a Savings Incentive Match Plan (SIMPLE) under Section 408(p) of the Internal Revenue Code. The plan covers all employees with at least \$5,000 in total compensation for a calendar year. The plan began on July 1, 1999. The Organization matches employee contributions up to 3% of gross salaries. Employees may make contributions to the plan up to a maximum allowed by the Internal Revenue Code if they wish. Employer contributions to the plan for the years ended June 30, 2020 and 2019 were \$11,881 and \$5,557, respectively.

**OUR HOUSE, INC.**

**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2020 AND 2019

**Note 14 – FAIR VALUE MEASUREMENTS**

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

	2020			
	Fair Value	Level 1	Level 2	Level 3
Corporate stocks & mutual funds	\$ 751,182	\$ 751,182	\$ -	\$ -
	2019			
	Fair Value	Level 1	Level 2	Level 3
Corporate stocks & mutual funds	\$ 777,576	\$ 777,576	\$ -	\$ -

Fair values for investments are determined by reference to quoted market prices and other relevant information generated by market transactions.

Cash and receivables approximate fair value due to the short maturity of those balances. The Organization has no other assets or liabilities measured at fair value on a recurring basis.

**Note 15 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The following reflects the Organization's financial assets as of the balance sheet date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

	2020	2019
Total financial assets at end of the year:		
Cash and cash equivalents	\$ 1,136,995	\$ 401,974
Investments	751,182	777,576
Contributions and grants receivable	317,409	452,958
Other receivables	-	2,415
Total financial assets	2,205,586	1,634,923
Less amounts unavailable for expenditure within one year:		
Endowment funds restricted by donors of a perpetual nature	(425,000)	(425,000)
Total financial assets available for general expenditure within one year	\$ 1,780,586	\$ 1,209,923

As part of its plan to manage liquid assets, the Organization's goal is to maintain cash to fund 90 days of operations. The Organization invests excess cash conservatively in money market funds to attain the highest yield possible, while still preserving capital.

**OUR HOUSE, INC.**

**NOTES TO FINANCIAL STATEMENTS**

JUNE 30, 2020 AND 2019

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**Note 15 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS (continued)**

The Organization has certain donor-restricted net assets that are available for general expenditures within one year of June 30, 2020, and 2019, because the restrictions on the net assets are expected to be met by conducting the normal activities of the programs in the coming year. Accordingly, the related resources have been included in the quantitative information detailing the financial assets available to meet general expenditures within one year.

The Organization also has a \$400,000 line of credit available to meet short-term needs. See Note 7 for details about the line-of-credit.

**Note 16 - COMMITMENTS AND CONTINGENCIES**

Government grant awards require the fulfillment of certain conditions as set forth in the contracts. Failure to fulfill the conditions could result in the return of funds to grantors. Although the return of funds is a possibility, the Board of Directors & Management deem the contingency unlikely since, upon accepting the grants, the Organization has agreed to comply with the provisions thereof.

**Note 17 – RISKS AND UNCERTAINTIES**

On March 11, 2020, the World Health Organization declared COVID-19, a strain of coronavirus, a pandemic. The extent of COVID-19's effect on the Organization's operational and financial performance will depend on future developments, including the duration, spread, and intensity of the pandemic, all of which are uncertain and difficult considering the rapidly evolving landscape. Management is closely monitoring the impact of COVID-19 on the Organization's operations. The financial statements do not include adjustments relating to this pandemic.

**OUR HOUSE, INC.**

**COMPLIANCE AND INTERNAL  
CONTROL REPORTS**

**JUNE 30, 2020**



February 9, 2021

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 Management  
and Board of Directors of  
Our House, Inc.

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 Our House, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2020, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated February 9, 2021.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Our House, Inc.'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 Our House, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Our House, Inc.'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 Our House, Inc.'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*.



Our House, Inc.  
February 9, 2021

**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.

*Long & Company, P.C.*  
Long & Company, P.C.  
Certified Public Accountants



February 9, 2021

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

To the Management  
and Board of Directors of  
Our House, Inc.

**Report on Compliance for Each Major Federal Program**

We have audited Our House, Inc.'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 Our House, Inc.'s major federal programs for the year ended June 30, 2020. Our House, Inc.'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 Our House, Inc.'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 Our House, Inc.'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 Our House, Inc.'s compliance.

***Opinion on Each Major Federal Program***

In our opinion, Our House, Inc. 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, 2020.

### **Report on Internal Control Over Compliance**

Management of Our House, Inc. 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 Our House, Inc.'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 Our House, Inc.'s internal control over compliance.

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

*Long & Company, P.C.*

Long & Company, P.C.  
Certified Public Accountants

OUR HOUSE, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2020

Federal Grantor / Pass - Through Grantor / Program Title	Federal CFDA #	Pass-through Entity Identifying Number	Federal Expenditures	Pass- through to Subrecipients
<b>U.S. Department of Agriculture</b>				
Passed through Bright From the Start Georgia Department of Early Care and Learning Child and Adult Care Food Program	10.558	04867	\$ 73,776	\$ -
<b>Total U.S. Department of Agriculture</b>			<u>73,776</u>	<u>-</u>
<b>U.S. Department of Housing and Urban Development</b>				
Passed Through DeKalb County, Georgia Community Development Block Grant	14.218 14.218	1016602	56,250 25,000	- -
Passed Through City of Atlanta, Georgia Community Development Block Grant	14.218	220132553	<u>75,000</u>	<u>-</u>
<b>Total U.S. Department of Housing and Urban Development</b>			<u>156,250</u>	<u>-</u>
<b>U.S. Department of Health and Human Services</b>				
Passed through Community Development Institute Head Start	93.600		176,328	-
Passed through Bright From the Start Georgia Department of Early Care and Learning Headstart	93.600	469-G20-OH-EHSCCP-0016	<u>426,047</u>	<u>-</u>
Total Head Start			<u>602,375</u>	<u>-</u>
Passed through Bright From the Start Georgia Department of Early Care and Learning Childcare and Development Block Grant	93.575	469-QRSG-OHI096	<u>32,371</u>	<u>-</u>
<b>Total U.S. Department of Health and Human Services</b>			<u>634,746</u>	<u>-</u>
<b>Federal Emergency Management Agency</b>				
Pass Through United Way Atlanta/Fulton/DeKalb (EFSP) Local Board Emergency Food and Shelter National Board Program	97.024		29,400	-
<b>Total Federal Emergency Management Agency</b>			<u>29,400</u>	<u>-</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 894,172</u>	<u>\$ -</u>

See accompanying notes to the schedule of expenditures of federal awards

**OUR HOUSE, INC.**

**NOTES TO SCHEDULE OF FEDERAL EXPENDITURES OF FEDERAL AWARDS**

FOR THE YEAR ENDED JUNE 30, 2020

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**Note A – BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Our House, Inc. under programs of the federal government for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Our House, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of Our House, Inc.

**NOTE B—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

OUR HOUSE, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED JUNE 30, 2020

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SECTION I - SUMMARY OF AUDITOR'S RESULTS

**Financial Statements**

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weaknesses identified? \_\_\_\_\_ Yes      X   No
- Significant deficiencies identified that are Not considered material weaknesses? \_\_\_\_\_ Yes      X   None reported

Noncompliance material to the financial statements noted? \_\_\_\_\_ Yes      X   No

**Federal Awards**

Internal control over major federal programs:

- Material weaknesses identified? \_\_\_\_\_ Yes      X   No
- Significant deficiencies identified that are Not considered material weaknesses? \_\_\_\_\_ Yes      X   None reported

Type of auditor's report issued on compliance for each major federal program: Unmodified

Any audit findings that are required to be reported in accordance with Uniform Guidance? \_\_\_\_\_ Yes      X   No

Identification of Major Programs:

<u>Federal CFDA Number</u>	<u>Name</u>
93.600	Head Start

The dollar threshold for distinguishing types A and B programs was \$750,000.

Auditee qualified as a low-risk auditee?   X   Yes    \_\_\_\_\_ No

SECTION II - FINANCIAL STATEMENT FINDINGS

None reported.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported.

SECTION IV – FOLLOW UP ON THE STATUS OF PRIOR YEAR INDINGS AND QUESTIONED COSTS

Not applicable as there were no findings and questioned costs in the previous year.

**OUR HOUSE, INC.**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

FOR THE YEAR ENDED JUNE 30, 2020

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There were no audit findings reported in the prior audit.

**OUR HOUSE, INC.**

**SUPPLEMENTAL INFORMATION**

**JUNE 30, 2020**





February 9, 2021

INDEPENDENT AUDITOR'S  
REPORT ON SUPPLEMENTAL INFORMATION

To the Management  
and Board of Directors of  
Our House, Inc.

We have audited the financial statements of Our House, Inc. as of and for the year ended June 30, 2020, and have issued our report thereon dated February 9, 2021, which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The schedule of state contractual assistance is presented for the 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.

*Long & Company, P.C.*  
Long & Company, P.C.  
Certified Public Accountants

OUR HOUSE, INC.

SCHEDULE OF STATE CONTRACTUAL ASSISTANCE

FOR THE YEAR ENDED JUNE 30, 2020

Grantor/Program Name	Contract Period	Grant Amount	Revenue Recognized 6/30/2019	Amount Due from State	Amount Due to State
U.S. Department of Health and Human Services					
Passed through Georgia Department of Early Care and Learning					
Head Start					
Grant #469-G190HIEHS0041	7/1/18-6/30/19	\$ 726,567	\$ 641,530	\$ 156,821	\$ -
Quality Rated Subsidy Grant					
Grant #469-QRSG-OHI153	7/1/18-6/30/19	114,816	<u>50,175</u>	<u>6,079</u>	<u>-</u>
Total U.S. Department of Health and Human Services			<u>691,705</u>	<u>162,900</u>	<u>-</u>
U.S. Department of Agriculture					
Passed through Georgia Department of Early Care and Learning					
Child and Adult Care Food Program					
	7/1/18-6/30/19	Open	<u>96,934</u>	<u>-</u>	<u>-</u>
State of Georgia Department of Early Care and Learning					
Georgia Pre-K					
	7/1/18-6/30/19	165,788	159,854	-	-
Summer Transition Program					
	7/1/18-6/30/19	48,600	<u>48,600</u>	<u>-</u>	<u>-</u>
			<u>208,454</u>	<u>-</u>	<u>-</u>
State of Georgia Governor's Office of Student Achievement					
Grant #42258-018-GOSA000117	1/16/18-10/31/18	20,000	<u>16,596</u>	<u>-</u>	<u>-</u>
State of Georgia Department of Community Affairs					
Georgia Housing and Finance Authority					
Grant #18C197	7/1/18-6/30/19	8,600	<u>8,600</u>	<u>-</u>	<u>-</u>
Total State Contractual Assistance			<u>\$ 1,022,289</u>	<u>\$ 162,900</u>	<u>\$ -</u>