

**LONG ISLAND COALITION FOR THE
HOMELESS, INC. AND SUBSIDIARY**

**Consolidated Financial Statements
and
Supplementary Information
for the Year Ended
December 31, 2018
(with Summarized Comparative
Information for the
Year Ended
December 31, 2017)**

Table of Contents

	Page(s)
Independent Auditor's Report	1-2
Financial Statements	
Consolidated Statement of Financial Position	3
Consolidated Statement of Activities	4
Consolidated Statement of Functional Expenses	5
Consolidated Statement of Cash Flows	6
Notes to Consolidated Financial Statements	7-10
Supplementary Information	
Schedule of Expenditures of Federal Awards	11
Notes to Schedule of Expenditures of Federal Awards	12
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 <i>Government Auditing Standards</i>	13-14
Independent Auditor's Report on Compliance For Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance	15-16
Schedule of Findings and Questioned Costs	17-18

Independent Auditor's Report

To the Board of Directors of
Long Island Coalition for the Homeless, Inc. and Subsidiary

We have audited the accompanying consolidated financial statements of Long Island Coalition for the Homeless, Inc. and Subsidiary (collectively, the "Organization") which comprise the consolidated statement of financial position as of December 31, 2018 and the related consolidated statements of activities, functional expenses and cash flows for the year then ended and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements referred in the first paragraph on the previous page present fairly, in all material respects, the consolidated financial position of the Long Island Coalition for the Homeless, Inc. and Subsidiary as of December 31, 2018, and the results of their activities and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Our audit for the year ended December 31, 2018 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* (CFR) 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 consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated 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 July 24, 2019 on our consideration of the Organizations 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 the effectiveness of organizations 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 the organizations internal control over financial reporting and compliance.

Corden O'Nea McGinty + Donnelly LLP

July 24, 2019

LONG ISLAND COALITION FOR THE HOMELESS, INC. AND SUBSIDIARY

Consolidated Statement of Financial Position

Assets

	December 31	
	2018	2017
Current assets		
Cash	\$1,789,002	\$2,037,516
Accounts receivable	87,010	51,372
Prepaid expenses	21	21
Due from governmental agencies	259,264	112,837
Total current assets	2,135,297	2,201,746
Deposits	12,140	12,140
Property and equipment, net	6,618,396	6,736,795
Total assets	\$8,765,833	\$8,950,681

Liabilities and Net Assets

Current liabilities		
Accounts payable and accrued expenses	\$ 164,841	\$ 177,368
Refundable advances	1,702	1,702
Total current liabilities	166,543	179,070
Net assets		
Without donor restrictions	3,399,292	3,354,946
With donor restrictions	5,199,998	5,416,665
Total net assets	8,599,290	8,771,611
Total liabilities and net assets	\$8,765,833	\$8,950,681

See notes to consolidated financial statements.

LONG ISLAND COALITION FOR THE HOMELESS, INC. AND SUBSIDIARY

Consolidated Statement of Activities

	For the Year Ended December 31				
	2018		2017		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	
	<u>Total</u>	<u>Total</u>	<u>Restrictions</u>	<u>Total</u>	
Support and revenue					
Contributions	\$ 164,659	\$ -	\$ 115,079	\$ -	\$ 115,079
Memberships	29,735	-	27,735	-	27,735
Fees from governmental agencies	1,008,970	-	769,947	-	769,947
Annual conference	67,180	-	60,380	-	60,380
Rental	283,301	-	278,424	-	278,424
In-kind contributions	87,812	-	93,252	-	93,252
Other	89,265	-	67,652	-	67,652
Net assets released from restrictions	<u>216,667</u>	<u>(216,667)</u>	<u>216,667</u>	<u>(216,667)</u>	<u>-</u>
Total support and revenue	<u>1,947,589</u>	<u>(216,667)</u>	<u>1,629,136</u>	<u>(216,667)</u>	<u>1,412,469</u>
Expenses					
Program services	1,851,654	-	1,851,654	-	1,857,205
Supporting activities					
Administrative and general	51,569	-	40,667	-	40,667
Fund-raising	20	-	27	-	27
Total expenses	<u>1,903,243</u>	<u>-</u>	<u>1,627,899</u>	<u>-</u>	<u>1,627,899</u>
Increase (decrease) in net assets	44,346	(216,667)	1,237	(216,667)	(215,430)
Net assets, beginning of year	<u>3,354,946</u>	<u>5,416,665</u>	<u>3,353,709</u>	<u>5,633,332</u>	<u>8,987,041</u>
Net assets, end of year	<u>\$3,399,292</u>	<u>\$5,199,998</u>	<u>\$3,354,946</u>	<u>\$5,416,665</u>	<u>\$8,771,611</u>

See notes to consolidated financial statements.

LONG ISLAND COALITION FOR THE HOMELESS, INC. AND SUBSIDIARY

**Consolidated Statement of Functional Expenses
For Year Ended December 31, 2018
(with Summarized Comparative Information for the Year Ended December 31, 2017)**

	2018						2017	
	Program Services			Supporting Activities			Total	Total
	COC Planning and Coordination	Centralized Assessment	Other Program	Total Program Services	Administrative and General	Fund- Raising		
HMIS	\$	\$	\$	\$	\$	\$	\$	
Salaries and temporary employee services	131,595	258,932	276,945	78,161	745,633	24,069	-	769,702
Payroll taxes and benefits	38,578	58,616	54,982	16,493	168,669	3,014	-	171,683
Professional fees	2,555	52,806	44,443	60,553	160,357	488	-	160,845
Program supplies	-	3,020	5	6,514	9,539	-	-	9,539
Computer	126,991	1,836	3,156	1,650	133,633	5,285	-	138,918
Facilities rental	14,100	25,200	-	6,460	45,760	-	-	48,740
Telephone	1,330	2,971	8,103	2,856	15,260	2,976	-	18,236
Office supplies	-	1,527	84	3,677	5,288	1,968	-	7,256
Postage	9	237	85	108	439	358	-	797
Printing	384	3,564	1,937	4,186	10,071	864	20	11,227
Depreciation	59,782	79,085	78,101	91,843	308,811	7,685	-	316,496
Scholarships	-	-	-	-	-	-	-	4,000
Insurance	530	696	11,880	33,069	46,175	3,118	-	49,293
Travel	3,943	9,302	6,884	2,779	22,908	540	-	23,448
Conferences and meetings	2,098	6,030	-	12,787	20,915	-	-	20,915
Utilities	-	-	-	92,558	92,558	-	-	92,558
Repairs and maintenance	-	-	-	62,584	62,584	-	-	62,584
Interest	-	-	-	-	-	232	-	232
Miscellaneous	203	961	189	1,701	3,054	972	-	4,026
Total	\$ 382,098	\$ 504,783	\$ 486,794	\$ 477,979	\$1,851,654	\$ 51,569	\$ 20	\$1,903,243
								\$ 585,088
								155,995
								117,579
								5,398
								138,579
								48,740
								17,072
								5,337
								1,258
								307,399
								4,000
								35,875
								18,172
								10,516
								80,848
								80,014

See notes to consolidated financial statements.

LONG ISLAND COALITION FOR THE HOMELESS, INC. AND SUBSIDIARY

Consolidated Statement of Cash Flows

	Year Ended	
	December 31	
	<u>2018</u>	<u>2017</u>
Cash flows from operating activities		
(Decrease) in net assets	\$ (172,321)	\$ (215,430)
Adjustments to reconcile (decrease) in net assets to net cash provided by (used in) operating activities		
Depreciation	316,496	307,399
(Increase) in current assets		
Accounts receivable	(35,638)	(26,269)
Due from governmental agencies	(146,427)	(42,719)
Increase (decrease) in accounts payable and accrued expenses	(12,527)	73,967
(Increase) in deposits	<u>-</u>	<u>(625)</u>
Net cash provided by (used in) operating activities	(50,417)	96,323
Cash flows (used in) investing activities		
Purchase of property and equipment	<u>(198,097)</u>	<u>(21,017)</u>
Net increase (decrease) in cash	(248,514)	75,306
Cash, beginning of year	<u>2,037,516</u>	<u>1,962,210</u>
Cash, end of year	<u>\$1,789,002</u>	<u>\$2,037,516</u>

See notes to consolidated financial statements.

LONG ISLAND COALITION FOR THE HOMELESS, INC. AND SUBSIDIARY**Notes to Consolidated Financial Statements
December 31, 2018****Note 1 – Nature of Organization**

The Long Island Coalition for the Homeless, Inc. (the “Coalition”) was founded in 1985 as an advocacy and information/referral organization to help homeless individuals and families throughout Long Island, New York. The Coalition’s mission is to reduce homelessness on Long Island, New York, by providing advocacy for homeless individuals and families, education to the public about the scope, causes and potential solutions to homelessness, and coordinating the services of homeless providers as well as offering technical assistance to member agencies in housing development.

LICH Amityville CRC, LLC (the “LLC”) was formed in 2012 pursuant to Section 203 of the Limited Liability Company Law of the State of New York. The purposes of the LLC are, including, but not limited to, holding approximately four acres of property which includes a building.

Note 2 – Summary of significant accounting policies**Principles of consolidation**

The consolidated financial statements include the accounts of the Coalition and its wholly owned subsidiary, the LLC (collectively, the “Organization”). All material intercompany accounts and transactions have been eliminated in consolidation.

Financial reporting

Under current accounting standards, the Organization is required to report information regarding its financial position and activities based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization are reported as follows:

Net assets without donor restrictions are not subject to donor-imposed stipulations and are therefore available for use in carrying out the operations of the Organization.

Net assets with temporary donor restrictions have been limited by donor-imposed stipulations that either expire with the passage of time or can be fulfilled by the actions of the Organization pursuant to those stipulations.

Net assets with perpetual donor restrictions have donor stipulations that must be maintained by the Organization in perpetuity.

At December 31, 2018, there are no donor-imposed restrictions on contributions requiring the use of the net assets with perpetual donor restrictions.

LONG ISLAND COALITION FOR THE HOMELESS, INC. AND SUBSIDIARY**Notes to Consolidated Financial Statements (continued)****December 31, 2018****Note 2 – Summary of significant accounting policies (continued)**Functional expenses

The costs of providing the various programs and supporting activities have been summarized on a functional basis in the consolidated statement of activities and are presented in the statement of functional expenses by both their natural and functional classification. Accordingly, certain costs have been allocated among the program services and supporting activities benefited. Costs most directly associated with specific services or activities have been allocated based upon head count and square footage of the respective program services and supporting activities benefited.

Cash equivalents

The Organization considers highly liquid investments with an original maturity of ninety days or less to be cash equivalents. The Organization does not have cash equivalents as of December 31, 2018 and 2017.

Allowance for doubtful accounts

As of December 31, 2018, and 2017, the Organization does not have an allowance for doubtful accounts for any potentially uncollectible receivables. Such estimate is based on management's experience, the aging of the receivables, subsequent receipts and current economic conditions.

Property and equipment

Property and equipment with a useful life greater than one year and above a nominal amount are capitalized and recorded at cost. Depreciation of property and equipment is provided on a straight-line basis over its estimated useful life of 5 to 30 years.

Use of estimates

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the consolidated financial statements. Actual results could differ from these estimates.

Concentrations of credit risk

The Organization's financial instruments that are potentially exposed to concentrations of credit risk consist primarily of cash and receivables. The Organization places its cash with what it believes to be quality financial institutions and has not incurred any losses in such accounts to date. The Organization monitors the collectibility of its receivables. Accordingly, the Organization believes no significant concentrations of credit risk exist with respect to its cash and receivables.

LONG ISLAND COALITION FOR THE HOMELESS, INC. AND SUBSIDIARY

**Notes to Consolidated Financial Statements (continued)
December 31, 2018**

Note 2 – Summary of significant accounting policies (continued)

Comparative financial information

The consolidated statement of functional expenses in the accompanying consolidated financial statements includes certain prior-year summarized comparative information in total but not by functional classification. Therefore to compare 2018 to 2017 at the functional classification level, the December 31, 2017 financial statements should be read in conjunction with the 2018 consolidated statement of functional expenses.

Donated goods and services

A number of volunteers, including board members, have donated significant amounts of their time in the Organization's program services and management and general activities. These donated services have not been recorded in the accompanying consolidated statement of activities because they do not meet the criteria for recording such services.

The Organization receives other donated goods and services, which are an integral part of the activities of the Organization and would have had to be purchased by the Organization if they had not been donated. Other donated goods and services have been recorded at their estimated fair value based on what it would have cost if purchased independently and have been reflected as support and corresponding expenses in the accompanying consolidated statements of activities.

Subsequent events

The Organization has evaluated events and transactions for potential recognition or disclosure through July 24, 2019, which is the date the consolidated financial statements were available to be issued.

Note 3 – Liquidity and availability of financial assets

The following is a summary of the Organization's financial assets as of December 31, 2018 that are available for general expenditures that is, without donor or other restrictions limiting their use, within one year of the consolidated statement of financial position date. The Organization has working capital and cash flows, which have variations during the year attributable to cash receipts from grants and contracts from governmental agencies, program service fees and other revenue items.

Cash	\$ 1,789,002
Accounts receivable	87,010
Due from governmental agencies	<u>259,264</u>
Total	<u>\$ 2,135,276</u>

LONG ISLAND COALITION FOR THE HOMELESS, INC. AND SUBSIDIARY

Notes to Consolidated Financial Statements (continued)

December 31, 2018

Note 4 – Property and equipment

At December 31, 2018 and December 31, 2017, property and equipment consists of the following:

	<u>2018</u>	<u>2017</u>
Building	\$6,500,000	\$6,500,000
Building improvements	1,586,835	1,467,258
Furniture	155,528	106,382
Equipment	<u>80,861</u>	<u>51,487</u>
Total	8,323,224	8,125,127
Less accumulated depreciation	<u>1,704,828</u>	<u>1,388,332</u>
Net property and equipment	<u>\$6,618,396</u>	<u>\$6,736,795</u>

During January 2013, the Town of Babylon, through a quitclaim deed, transferred a building and certain real property (the “Property”) to the LLC. Under the terms of the agreement, the LLC for a period of 30 years is required to use all or substantially all of the Property to provide homeless support services and/or other activities that support the reduction of homelessness in Suffolk County, NY. If this does not occur, the Property will revert to the Town of Babylon.

In connection with this transfer, the LLC has recorded the Property at \$6,500,000 which is the estimated fair value of the building for insurance purposes. Due to the land portion of the contribution being a former military property and subject to certain restrictions, a value of the land was not reasonably determinable and therefore no value was recorded by the LLC.

The \$6,500,000 of contribution revenue, in accordance with accounting literature, has been recorded as support with donor restrictions and will be released ratably over a 30-year period.

Note 5 – Commitment

The Organization receives funding from contracts with governmental agencies. Continuation of such funding is dependent on budgetary allocations from the governmental agencies. Further, reimbursements under these contracts are subject to audit by various agencies on a regular basis. Liabilities, if any, resulting from these audits, are not presently determinable.

Note 6 – Tax status

The Coalition is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code (the “Code”). In addition, the Coalition has been determined by the Internal Revenue Service (“IRS”) to be a publicly supported organization and not a private foundation within the meaning of Section 509(a) of the Code. Accordingly, the Coalition qualifies for the maximum charitable contribution deduction for its donors. The LLC is a disregarded entity for tax purposes.

LONG ISLAND COALITION FOR THE HOMELESS, INC. AND SUBSIDIARY

**Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2018**

<u>Federal Grantor/Pass-through Grant Program Title</u>	<u>Catalog of Federal Domestic Assistance Number</u>	<u>Contract Number</u>	<u>Grant Period</u>	<u>Federal Expenditures</u>
US Dept. of Housing and Urban Development				
Continuum of Care Program				
COC – Planning Grant	14.267	NY1120L2T031600	7/1/17 – 6/30/18	\$ 197,046
COC – Planning Grant	14.267	NY1171L2T031700	7/1/18 – 6/30/19	126,668
COC – HIMIS	14.267	NY0517L2T031609	12/1/17 – 11/30/18	229,215
COC – HIMIS	14.267	NY0517L2T031710	12/1/18 – 11/30/19	22,846
COC – Centralized Assessment	14.267	NY0908L2T031603	2/1/17 – 1/31/18	5,402
COC – Centralized Assessment	14.267	NY0908L2T031704	2/1/18 – 1/31/19	58,457
COC – Coordinated Entry	14.267	NY1172L2T031700	7/1/18 -6/30/19	<u>14,898</u>
				654,532
(Pass-through from Nassau County)				
Community Development Block Grant – 42 nd Year	14.218	CQHI17000014	3/1/17 – 2/28/19	43,362
Community Development Block Grant – 43 rd Year	14.218	CQHI1700005201		99,816
Emergency Solutions Grant	14.231	CQHI18000004	9/1/17 – 8/31/19	<u>181,681</u>
Total				\$ 979,391

LONG ISLAND COALITION FOR THE HOMELESS, INC. AND SUBSIDIARY**Notes to Schedule of Expenditures of Federal Awards
December 31, 2018****Note 1 – Summary of significant accounting policies****1. General information**

The accompanying schedule of expenditures of federal awards includes the activities in all the federal programs of Long Island Coalition for the Homeless, Inc. (the “Coalition”). All federal awards received directly from federal agencies as well as federal awards passed through other governmental agencies or nonprofit organizations are included on the schedule.

2. Basis of accounting

The accompanying schedule of expenditures of federal awards was prepared using the accrual basis of accounting. The amounts reported in this schedule as expenditures may differ from certain financial reports submitted to federal funding agencies due to those reports being submitted on either a cash or modified cash basis of accounting.

3. Relationship to financial statements

Federal program expenditures are reported in the statement of functional expenses as program expenses. In certain programs, the expenditures reported in the financial statements may differ from the expenditures reported in the schedule of expenditures of federal awards due to the capitalization of assets or in-kind contributions.

4. Indirect cost rate

The Coalition has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

**Independent Auditor's Report on Internal Control
Over Financial Reporting
and on Compliance and Other Matters Based
on an Audit of Financial Statements
Performed in Accordance
With *Government Auditing Standards***

**CONDON
O'MEARA
MCGINTY &
DONNELLY LLP**

Certified Public Accountants

One Battery Park Plaza
New York, NY 10004-1405
Tel: (212) 661 - 7777
Fax: (212) 661 - 4010

To the Board of Directors of
Long Island Coalition for the Homeless, 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 consolidated financial statements of the Long Island Coalition for the Homeless, Inc. (the "Coalition") which comprise the consolidated statement of financial position as of December 31, 2018 and the related consolidated statements of activities, functional expenses and cash flows for the year then ended and the related notes to the consolidated financial statements, and have issued our report thereon dated July 24, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Coalition's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Coalition's internal control. Accordingly, we do not express an opinion on the effectiveness of the Coalition'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 consolidated 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 Coalition's consolidated 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 determination of consolidated financial statement amounts. 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 Coalition'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 Coalition's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Condon O'Meara McGinty + Donnelly LLP

**Independent Auditor's Report on Compliance
For Each Major Federal Program and
on Internal Control Over Compliance
Required by the Uniform Guidance**

To the Board of Directors of
Long Island Coalition for the Homeless, Inc.

**CONDON
O'MEARA
MCGINTY &
DONNELLY LLP**

Certified Public Accountants

One Battery Park Plaza
New York, NY 10004-1405
Tel: (212) 661 - 7777
Fax: (212) 661 - 4010

Report on Compliance for Each Major Federal Program

We have audited the Long Island Coalition for the Homeless, Inc. (the "Coalition") 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 Coalition's major federal programs for the year ended December 31, 2018. The Coalition'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 the Coalition'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 Coalition'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 Coalition's compliance.

Opinion on Each Major Federal Program

In our opinion, the Coalition complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2018.

Report on Internal Control Over Compliance

Management of the Coalition is responsible for establishing and maintaining effective internal control over compliance with the types of requirements referred to on the previous page. In planning and performing our audit of compliance, we considered the Coalition'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 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 Coalition'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 the 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.

Conda O'Meara McGinty & Donnelly LLP

LONG ISLAND COALITION FOR THE HOMELESS, INC. AND SUBSIDIARY

**Schedule of Findings and Questioned Costs
December 31, 2018**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: UNMODIFIED

Internal control over financial reporting:

Material weakness(es) identified? _____ Yes √ No

Significant deficiency(ies) identified
not considered to be material weaknesses? _____ Yes √ None noted

Noncompliance material to financial statements noted? _____ Yes √ No

Federal Awards

Internal control over major programs:

Material weakness(es) identified? _____ Yes √ No

Significant deficiency(ies) identified
not considered to be material weaknesses? _____ Yes √ None noted

Type of auditor’s report issued on compliance
for major programs UNMODIFIED

Any audit findings disclosed that are required to be
reported in accordance with 2 CFR Section 200.516(a)? _____ Yes √ No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>	<u>Federal Expenditures</u>
14.267	Continuum of Care Program	\$ 654,532

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

Auditee qualified as low-risk auditee _____ Yes √ No

LONG ISLAND COALITION FOR THE HOMELESS, INC. AND SUBSIDIARY

**Schedule of Findings and Questioned Costs (continued)
December 31, 2018**

Section II – Financial statement findings

There were no findings for the current year.

Section III – Federal awards findings and questioned costs

There were no findings for the current year.