

**Committee on the Shelterless**  
(a California Not-for-Profit Corporation)

**Financial Statements**  
**For the Years Ended June 30, 2025 and 2024**

Together with Independent Auditors' Report

# Committee on the Shelterless

---

## Table of Contents

	<b>Page</b>
<b>Independent Auditors' Report</b>	1
<b>Financial Statements</b>	
Statements of Financial Position	3
Statements of Activities and Changes in Net Assets	4
Statements of Functional Expenses	6
Statements of Cash Flows	8
Notes to Financial Statements	9
<b>Supplementary Information</b>	
Schedule of Expenditures of Federal Awards	S-1
Notes to Schedule of Expenditures of Federal Awards	S-2
Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	S-3
Independent Auditors' Report on Compliance for each Major Federal Program and on Internal Control over Compliance in Accordance with the Uniform Guidance	S-5
Schedule of Findings and Questioned Costs	S-8



## ***Independent Auditors' Report***

To the Board of Directors of  
Committee on the Shelterless  
Petaluma, California

### ***Opinion***

We have audited the financial statements of Committee on the Shelterless, which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities and changes in net assets, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Committee on the Shelterless as of June 30, 2025 and 2024, 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.

### ***Basis for Opinion***

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

### ***Responsibilities of Management for the Financial Statements***

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

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

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Committee on the Shelterless' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Committee on the Shelterless' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 28, 2026 on our consideration of Committee on the Shelterless' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Committee on the Shelterless' 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 Committee on the Shelterless' internal control over financial reporting and compliance.

*Dillwood Burkel & Millar, LLP*

Santa Rosa, California  
January 28, 2026

# Committee on the Shelterless

## Statements of Financial Position

As of June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 2,014,361	\$ 1,594,094
Accounts receivable	1,064,292	832,374
Prepaid expenses	105,992	100,589
Short-term investments	988,727	9,870
<b>Total current assets</b>	4,173,372	2,536,927
<b>Investments</b>	4,080,534	2,062,991
<b>Leasehold interest</b>	50,200	56,648
<b>Property and equipment, net</b>	3,702,093	2,953,008
<b>Deposits</b>	53,995	42,976
<b>Total assets</b>	<u>\$ 12,060,194</u>	<u>\$ 7,652,550</u>
<b>Liabilities and net assets</b>		
<b>Current liabilities</b>		
Accounts payable and accrued expenses	\$ 530,319	\$ 597,129
Deferred contract revenue	875,009	277,449
Prepaid rent received	5,960	3,577
<b>Total current liabilities</b>	1,411,288	878,155
<b>Rental deposits</b>	48,500	49,038
<b>Total liabilities</b>	1,459,788	927,193
<b>Net assets</b>		
Without donor restriction		
Undesignated	5,645,860	4,299,049
Board-designated	2,777,682	846,286
	8,423,542	5,145,335
With donor restriction	2,176,864	1,580,022
<b>Total net assets</b>	10,600,406	6,725,357
<b>Total liabilities and net assets</b>	<u>\$ 12,060,194</u>	<u>\$ 7,652,550</u>

See accompanying Notes to Financial Statements.

# Committee on the Shelterless

## Statement of Activities and Changes in Net Assets

For the Year Ended June 30, 2025

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>Public support and program revenues</b>			
Government grants and contracts	\$ 7,390,306	\$ -	\$ 7,390,306
Contributions of financial assets	3,467,079	1,214,443	4,681,522
Contributions of nonfinancial assets	1,668,352	-	1,668,352
Total public support	<u>12,525,737</u>	<u>1,214,443</u>	<u>13,740,180</u>
Program fee income	393,486	-	393,486
Investment gain, net	292,713	90,036	382,749
Net assets released from restrictions	<u>707,637</u>	<u>(707,637)</u>	<u>-</u>
 Total support and revenue	 13,919,573	 596,842	 14,516,415
<b>Expenses:</b>			
Program services			
Shelters	2,004,818	-	2,004,818
Food programs	1,830,531	-	1,830,531
Housing services	2,157,904	-	2,157,904
Recuperative care	553,805	-	553,805
Homelessness services	<u>1,752,782</u>	<u>-</u>	<u>1,752,782</u>
 Total program expenses	 8,299,840	 -	 8,299,840
 Support services:			
Management and general	1,729,080	-	1,729,080
Fundraising	<u>612,446</u>	<u>-</u>	<u>612,446</u>
 Total expenses	 <u>10,641,366</u>	 <u>-</u>	 <u>10,641,366</u>
 <b>Change in net assets</b>	 3,278,207	 596,842	 3,875,049
 <b>Net assets, beginning of year</b>	 <u>5,145,335</u>	 <u>1,580,022</u>	 <u>6,725,357</u>
 <b>Net assets, end of year</b>	 <u>\$ 8,423,542</u>	 <u>\$ 2,176,864</u>	 <u>\$ 10,600,406</u>

See accompanying Notes to Financial Statements.

# Committee on the Shelterless

## Statement of Activities and Changes in Net Assets

For the Year Ended June 30, 2024

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>Public support and program revenues</b>			
Government grants and contracts	\$ 4,323,851	\$ -	\$ 4,323,851
Contributions of financial assets	1,356,609	494,113	1,850,722
Contributions of nonfinancial assets	1,582,792	-	1,582,792
Total public support	<u>7,263,252</u>	<u>494,113</u>	<u>7,757,365</u>
Program fee income	400,801	-	400,801
Investment gain, net	89,105	165,386	254,491
Net assets released from restrictions	<u>405,879</u>	<u>(405,879)</u>	<u>-</u>
 Total support and revenue	 8,159,037	 253,620	 8,412,657
<b>Expenses:</b>			
Program services			
Shelters	1,989,334	-	1,989,334
Food programs	1,690,018	-	1,690,018
Housing services	2,058,587	-	2,058,587
Recuperative care	365,921	-	365,921
Homelessness services	<u>366,900</u>	<u>-</u>	<u>366,900</u>
 Total program expenses	 6,470,760	 -	 6,470,760
 Support services:			
Management and general	1,240,294	-	1,240,294
Fundraising	<u>560,365</u>	<u>-</u>	<u>560,365</u>
 Total expenses	 <u>8,271,419</u>	 <u>-</u>	 <u>8,271,419</u>
 <b>Change in net assets</b>	 (112,382)	 253,620	 141,238
 <b>Net assets, beginning of year</b>	 <u>5,257,717</u>	 <u>1,326,402</u>	 <u>6,584,119</u>
 <b>Net assets, end of year</b>	 <u>\$ 5,145,335</u>	 <u>\$ 1,580,022</u>	 <u>\$ 6,725,357</u>

See accompanying Notes to Financial Statements.

## Committee on the Shelterless

### Statement of Functional Expenses For the Year Ended June 30, 2025

	Program Services					Total	Management and General		Fundraising	Total
	Shelters	Food Programs	Housing Services	Recuperative Care	Homelessness Services		General			
Salaries and wages	\$ 980,411	\$ 276,602	\$ 844,989	\$ 300,676	\$ 324,596	\$ 2,727,274	\$ 1,034,615	\$ 333,484	\$ 4,095,373	
Employee benefits	149,307	30,301	116,096	27,298	38,209	361,211	77,156	32,611	470,978	
Payroll taxes	82,119	24,320	72,341	25,789	27,792	232,361	78,556	25,782	336,699	
Total payroll expenses	1,211,837	331,223	1,033,426	353,763	390,597	3,320,846	1,190,327	391,877	4,903,050	
In-kind food expense	60,448	1,330,250	43,523	-	-	1,434,221	-	-	1,434,221	
Direct program expense	29,438	-	-	35,455	1,054,070	1,118,963	2,189	193	1,121,345	
Rent	48,002	-	751,961	-	14,775	814,738	59,922	26	874,686	
Professional fees	291,773	12,689	49,587	15,704	12,493	382,246	292,358	57,737	732,341	
Supplies and equipment	61,619	32,403	14,472	16,547	266,839	391,880	24,322	45,537	461,739	
Depreciation	119,618	46,606	37,840	63,538	1,402	269,004	79,930	3,860	352,794	
Utilities	90,480	26,081	128,435	33,960	3,158	282,114	13,291	5,614	301,019	
Marketing and advertising	-	-	-	-	-	-	16,213	97,433	113,646	
Liability insurance	29,881	11,951	32,344	11,088	3,117	88,381	8,427	3,559	100,367	
Loss on disposal	30,257	11,789	9,572	16,072	355	68,045	20,217	976	89,238	
Repairs and maintenance	28,541	24,357	21,184	6,267	2,188	82,537	3,573	1,631	87,741	
Travel and mileage	2,924	3,064	11,410	1,411	3,478	22,287	965	1,265	24,517	
Bad debt expense	-	-	24,084	-	-	24,084	-	-	24,084	
Staff development	-	18	16	-	-	34	11,113	-	11,147	
Dues and subscriptions	-	100	50	-	310	460	6,233	2,738	9,431	
Total expenses	<u>\$ 2,004,818</u>	<u>\$ 1,830,531</u>	<u>\$ 2,157,904</u>	<u>\$ 553,805</u>	<u>\$ 1,752,782</u>	<u>\$ 8,299,840</u>	<u>\$ 1,729,080</u>	<u>\$ 612,446</u>	<u>\$ 10,641,366</u>	

See accompanying Notes to Financial Statements.

## Committee on the Shelterless

### Statement of Functional Expenses

For the Year Ended June 30, 2024

	Program Services					Total	Management and Fundraising		Total
	Shelters	Food Programs	Housing Services	Recuperative Care	Homelessness Services		General	Fundraising	
Salaries and wages	\$ 1,044,960	\$ 199,553	\$ 804,540	\$ 215,788	\$ 162,584	\$ 2,427,425	\$ 726,698	\$ 303,795	\$ 3,457,918
Employee benefits	176,832	29,157	117,986	33,943	26,503	384,421	66,050	27,912	478,383
Payroll taxes	87,241	16,884	68,478	18,840	14,179	205,622	54,098	25,044	284,764
Total payroll expenses	<u>1,309,033</u>	<u>245,594</u>	<u>991,004</u>	<u>268,571</u>	<u>203,266</u>	<u>3,017,468</u>	<u>846,846</u>	<u>356,751</u>	<u>4,221,065</u>
In-kind food expense	-	1,306,520	-	-	-	1,306,520	-	-	1,306,520
Rent	30,516	-	700,430	-	2,668	733,614	3,840	-	737,454
Professional fees	279,558	10,917	47,880	12,003	6,542	356,900	249,671	66,160	672,731
Depreciation	152,922	46,061	52,855	35,502	3,468	290,808	11,934	4,176	306,918
Utilities	77,097	21,580	108,196	22,241	2,546	231,660	9,511	4,224	245,395
Direct program expense	27,237	2,177	67,411	778	137,599	235,202	-	-	235,202
Supplies and equipment	54,903	28,986	21,911	9,211	5,774	120,785	70,188	25,240	216,213
Marketing and advertising	-	-	-	-	-	-	15,370	80,426	95,796
Liability insurance	25,346	7,217	28,837	7,198	1,985	70,583	3,364	1,514	75,461
Repairs and maintenance	24,776	14,898	23,226	6,710	222	69,832	3,183	534	73,549
Other expense	1,341	1,870	3,641	1,287	273	8,412	9,710	18,939	37,061
Travel and mileage	6,429	4,156	8,710	2,154	2,466	23,915	1,400	1,157	26,472
Staff development	-	11	17	230	43	301	12,303	-	12,604
Dues and subscriptions	176	31	68	36	48	359	2,974	1,244	4,577
Bad debt expense	-	-	4,401	-	-	4,401	-	-	4,401
Total expenses	<u>\$ 1,989,334</u>	<u>\$ 1,690,018</u>	<u>\$ 2,058,587</u>	<u>\$ 365,921</u>	<u>\$ 366,900</u>	<u>\$ 6,470,760</u>	<u>\$ 1,240,294</u>	<u>\$ 560,365</u>	<u>\$ 8,271,419</u>

See accompanying Notes to Financial Statements.

# Committee on the Shelterless

## Statements of Cash Flows

For the Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
	<i>Increase (decrease) in cash and cash equivalents</i>	
<b>Cash flows from operating activities</b>		
Changes in net assets	\$ 3,875,049	\$ 141,238
Adjustments to reconcile changes in net assets to cash and cash equivalents provided by (used in) operations:		
Depreciation and amortization	359,242	330,026
Realized and unrealized net gains on investments	(261,202)	(170,174)
Donated stock	(539,975)	-
Reinvested interest	(29,344)	(76,569)
Loss on disposal of assets	89,238	-
Contributed property and equipment	-	(15,000)
Increase in:		
Accounts receivable	(231,918)	(274,192)
Prepaid expenses	(5,403)	(18,064)
Deposits	(11,019)	(586)
Decrease (increase) in:		
Accounts payable and accrued expenses	(66,810)	242,882
Prepaid rent received	2,383	203
Deferred contract revenue	597,560	(192,961)
Rental deposits	(538)	(4,195)
Total cash and cash equivalents provided by (used in) operating activities	<u>3,777,263</u>	<u>(37,392)</u>
<b>Cash flows from investing activities</b>		
Purchase of property and equipment	(1,191,117)	(241,543)
Purchase of investments	(3,397,264)	-
Proceeds from sale of investments	1,231,385	-
Total cash and cash equivalents used in investing activities	<u>(3,356,996)</u>	<u>(241,543)</u>
<b>Net change in cash and cash equivalents</b>	420,267	(278,935)
<b>Cash and cash equivalents at beginning of year</b>	<u>1,594,094</u>	<u>1,873,029</u>
<b>Cash and cash equivalents at end of year</b>	<u><u>\$ 2,014,361</u></u>	<u><u>\$ 1,594,094</u></u>

See accompanying Notes to Financial Statements.

# Committee on the Shelterless

---

## Notes to Financial Statements

For the Years Ended June 30, 2025 and 2024

### Note 1. Nature of Activities

Committee on the Shelterless (“COTS” or the “Organization”) is a California not-for-profit corporation founded in 1988. At COTS, the mission is to assist those experiencing homelessness in finding and keeping housing, increasing self-sufficiency, and improving well-being. Currently the Organization offers a variety of shelter and housing programs and services to give clients a chance at finding and keeping housing.

### Note 2. Summary of Significant Account Policies

#### Basis of Presentation

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

*Without donor restrictions* – revenues without donor restrictions include unconditional promises to give by donors without any use or time restrictions. Net assets without donor restrictions are available for all operations conducted by the Organization.

*With donor restrictions* – revenues with donor restrictions include unconditional promises to give by donors that specify a specific use or the occurrence of a certain future event. When a restriction is met, net assets with donor restrictions are reclassified to unrestricted net assets and reported in the Statements of Activities and Changes in Net Assets as net assets released from restrictions. Revenues with donor restrictions also include unconditional promises to give by donors that specify that the assets donated be maintained to provide a permanent source of income. If the donor does not restrict the allowed use of the income, the Organization may determine the income's availability to COTS' operations. Investment earnings are recorded as restricted net assets for certain temporarily restricted funds in accordance with donor stipulations.

#### Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions based on management's knowledge and experience. Those estimates affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported amounts of revenue, support and expenses. The use of management's estimates primarily related to the allowance for credit losses, the collectability of contributions receivable, depreciable lives of property, equipment and improvements, and the allocation of general and administrative costs by their functional categories. Actual results could differ from those estimates.

# Committee on the Shelterless

---

## Notes to Financial Statements

### For the Years Ended June 30, 2025 and 2024

#### Note 2. Summary of Significant Account Policies, *continued*

##### Cash and Cash Equivalents

COTS considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents, except when a restriction is imposed, which limits the investment's use to long-term.

At various times during the years ended June 30, 2025 and 2024, the Organization had deposit amounts with a financial institution in excess of the \$250,000 Federal Deposit Insurance Corporation ("FDIC") insurance limit. COTS had approximately \$1,490,000 and \$850,000 in deposit in excess of the FDIC insured amount at June 30, 2025 and 2024, respectively. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents. Cash and cash equivalents include only funds that are not restricted by the donor.

##### Accounts Receivable

Accounts receivable primarily consist of program service fees from governmental entities and grantors within California and other miscellaneous billings from various contracts. Accounts receivable are stated at the amount management expects to collect from outstanding balances. The Organization maintains an allowance for credit losses for estimated losses resulting from the inability of the various agencies and individuals to make required payments. Management considers the various factors when determining the collectability of specific accounts. As of June 30, 2025 and 2024, Management believes all accounts receivable balances were collectable. Accordingly, no allowance for credit losses is recorded.

##### Leases

Transactions give rise to leases when the Organization receives substantially all of the economic benefits from and has the ability to direct the use of specified property and equipment. The Organization has lessee activity that is classified as an operating lease. The operating lease is included in operating lease right-of-use asset, operating lease liability-current portion, and operating lease liability, non-current portion on the Statements of Financial Position.

An operating lease right-of-use asset represents the right to use an underlying asset for the lease term and an operating lease liability represents obligations to make lease payments arising from the lease. Operating lease right-of-use assets and liabilities are recognized at the commencement date of the lease based on the present value of lease payments over the lease term. When discount rates implicit in the lease cannot be readily determined, the Organization uses their applicable incremental borrowing rate, or a risk-free rate, at lease commencement to perform lease classification tests and to measure the lease liability and right-of-use asset.

Lease expense for operating leases is recognized on a straight-line basis over the lease term. Certain optional renewal periods would not be included in the determination of the lease liability and right-of-use asset if management determined it was not reasonably certain that the lease would be extended or if the payments were not determinable.

# Committee on the Shelterless

---

## Notes to Financial Statements

### For the Years Ended June 30, 2025 and 2024

#### Note 2. Summary of Significant Account Policies, *continued*

##### Leases, continued

The Organization has agreements with lease and non-lease components, such as common area maintenance, and has elected the practical expedient to not separate the lease and non-lease components when calculating the lease liability and right-of-use asset when it relates to office leases. The Organization has also elected not to recognize right-of-use assets and lease liabilities for leases of terms less than 12 months.

##### Investments

Investments, which include Federated Hermes Government Obligation Funds held at Exchange Bank and mutual funds held at a financial institution, and investment funds maintained at the Community Foundation of Sonoma County (CFSC), are carried at fair value. Unrealized gains and losses are included in the Statements of Activities and Changes in Net Assets. Investment earnings 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 earnings are recognized.

##### Fair Value Measurements

Fair value of an investment is the amount that would be received to sell the investment in an orderly transaction between market participants at the measurement date. Market price observability is impacted by a number of factors, including the type of investment and the characteristics specific to the investment. Investments with readily available active quoted prices or for which fair value can be measured from actively quoted prices generally will have a higher degree of market price observability and a lesser degree of judgment used in measuring fair value. Investments measured and reported at fair value are classified and disclosed in one of the following categories:

- Level 1: Valuation based on quoted market prices in active markets for identical assets or liabilities that the Organization has the ability to access.
- Level 2: Valuation based on pricing inputs that are other than quoted prices in active markets which are either directly or indirectly observable.
- Level 3: Valuation is derived from other valuation methodologies, including pricing models, discounted cash flow models, and similar techniques.

The categorization of an investment within the hierarchy is based on the pricing transparency of the investment and does not necessarily correspond to COTS' perceived risk of that investment.

# Committee on the Shelterless

---

## Notes to Financial Statements

### For the Years Ended June 30, 2025 and 2024

#### Note 2. Summary of Significant Account Policies, *continued*

##### Property, Equipment, and Improvements

Property, equipment, and improvements are stated at cost. Depreciation is computed using straight-line method over useful lives ranging from three to thirty years. It is COTS' policy to capitalize assets over \$5,000.

Contributed property and equipment are recorded at fair value at the date of donation. In the absence of donor stipulations, all contributions of property and equipment are recorded as unrestricted support and depreciated over the assets' estimated useful lives. Contributions of personal property are recorded at fair value, which is both measurable and objective. Long-lived assets donated with explicit restrictions regarding their use, and contributions of cash that must be used to acquire property and equipment, are reported as restricted support until the donated assets are purchased and placed in service. Upon the assets being placed in service, the restrictions are considered met and funds are released to unrestricted support. Expenditures for maintenance and repairs are charged to expense when incurred.

##### Revenue Recognition

###### *Contract Revenue*

COTS recognizes contract revenue from various program services in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 606, *Revenue from Contracts with Customers*. Revenue is recognized when control of goods or services are transferred to customers in an amount that reflects the consideration expected in exchange or when the related services are performed, or goods are delivered. Amounts received in advance are recorded as deferred revenue. Deferred revenue represents funds received before services are provided and is recognized in the period when the services are provided.

###### *Grants and Contributions of Financial Assets*

Grants and contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. The Organization reports gifts and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor 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 Statements of Activities and Changes in Net Assets as net assets released from restriction.

# Committee on the Shelterless

---

## Notes to Financial Statements

### For the Years Ended June 30, 2025 and 2024

#### Note 2. Summary of Significant Account Policies, *continued*

##### *Contributions of Nonfinancial Assets*

Donated materials and equipment are reflected as contributions in the accompanying statements at their estimated fair value at date of receipt. During the years ended June 30, 2025 and 2024, COTS received \$1,668,352 and \$1,582,792 respectively, of in-kind donations, which consisted primarily of food for the kitchen program and in-kind rent (Note 10). 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 year received. Many individuals volunteer their time and perform a variety of tasks that assist COTS at program service activities and fundraising activities; however, these donated services are not reflected in the financial statements as the services do not require specialized skills.

##### Income Taxes

COTS is a not-for-profit organization and is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and California Revenue and Taxation Code Section 23701(d). However, COTS is subject to income taxes on any net income that is derived from a trade or business, regularly carried on, and not in furtherance of the purposes for which it was granted exemption, commonly referred to as unrelated business income. COTS did not engage in any unrelated business activities during the years ended June 30, 2025 and 2024.

COTS determines whether its tax positions are "more-likely-than-not" to be sustained upon examination by the applicable taxing authority based on the technical merits of the positions. As of June 30, 2025, the Organization has reviewed its tax positions and has concluded no reserve for uncertain tax positions is required. The Organization's exempt organization information returns are subject to review through three years after the date of filing for federal and four years after the date of filing for California.

##### Functional Expense Allocation

The cost of providing various programs and activities has been summarized on a functional basis in the Statements of Activities and Changes in Net Assets and listed by the nature of the expenses in the Statements of Functional Expenses. Directly identifiable expenses are charged to programs and support services. Certain costs that benefit more than one program are allocated on the basis of either usage or full time equivalent of staff costs by functional area. General and administrative expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

##### Reclassification

Certain reclassifications have been made to the prior year's financial statements to conform to the current year presentation. The reclassifications had no effect on previously reported results of operations or net asset balances.

# Committee on the Shelterless

## Notes to Financial Statements

For the Years Ended June 30, 2025 and 2024

### Note 3. Liquidity and Availability of Financial Assets

The following reflects COTS' financial assets as of June 30, reduced by amounts not available for general use because of contractual, donor-imposed restrictions or internal designations within one year of the Statements of Financial Position date:

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents	\$ 2,014,361	\$ 1,594,094
Short term investments	988,727	9,870
Investments	4,080,534	2,062,991
Accounts receivable	<u>1,064,292</u>	<u>832,374</u>
Total financial assets, at year-end	8,147,914	4,499,329
Less those unavailable for general expenditures within one year, due to:		
Net asset funds with donor restrictions	(2,176,864)	(1,580,022)
Board designated funds	<u>(2,777,682)</u>	<u>(846,286)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 3,193,368</u>	<u>\$ 2,073,021</u>

To manage liquidity, COTS maintains a line of credit (Note 8) with a financial institution that is available to be drawn upon as needed during the year. It is COTS' liquidity policy to maintain cash on hand available to cover 90 days of operating expenses.

### Note 4. Investments

Investments include long and short-term investments held by COTS stated at fair value and include the following as of June 30:

	<u>2025</u>		<u>2024</u>	
	<u>Cost</u>	<u>Fair Market Value</u>	<u>Cost</u>	<u>Fair Market Value</u>
Mutual funds	\$ 319,593	\$ 470,296	\$ 319,593	\$ 420,108
CFSC investment funds	734,068	1,565,305	734,068	1,642,883
Money market fund	<u>3,033,660</u>	<u>3,033,660</u>	<u>9,870</u>	<u>9,870</u>
	<u>\$ 4,087,321</u>	<u>\$ 5,069,261</u>	<u>\$ 1,152,371</u>	<u>\$ 2,072,861</u>

## Committee on the Shelterless

### Notes to Financial Statements

For the Years Ended June 30, 2025 and 2024

#### Note 4. Investments , *continued*

Investment returns are comprised of the following as of June 30:

	<u>2025</u>	<u>2024</u>
Dividends and interest	\$ 154,298	\$ 59,876
Net realized gains	670,086	48,144
Net unrealized gains (losses)	<u>(408,884)</u>	<u>170,174</u>
	415,500	278,194
Investment management fees	<u>(32,751)</u>	<u>(23,703)</u>
	<u>\$ 382,749</u>	<u>\$ 254,491</u>

As described above, COTS invests in various investment securities. Investment securities are exposed to interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term, and such changes could materially affect the fair value of the investment balance.

#### Note 5. Property and Equipment

Property and equipment consisted of the following at June 30:

	<u>2025</u>	<u>2024</u>
Buildings	\$ 7,350,895	\$ 6,523,978
Improvements	312,195	260,375
Computers and equipment	456,175	456,175
Motor vehicles	<u>164,346</u>	<u>125,304</u>
	8,283,611	7,365,832
Less: accumulated depreciation	<u>(4,978,149)</u>	<u>(4,772,421)</u>
Net depreciable assets	3,305,462	2,593,411
Land	392,631	124,816
Construction in progress	<u>4,000</u>	<u>234,781</u>
	<u>\$ 3,702,093</u>	<u>\$ 2,953,008</u>

Depreciation totaled \$352,794 and \$306,918 for the years ended June 30, 2025 and 2024, respectively.

# Committee on the Shelterless

## Notes to Financial Statements

### For the Years Ended June 30, 2025 and 2024

#### Note 6. Fair Value Measurement

The following table presents the Organization's financial assets that are measured at fair value on a recurring basis as of June 30, 2025:

	<u>Level 1</u>	<u>Level 2</u>	<u>Total</u>
<i>Assets:</i>			
Mutual funds	\$ 470,296	\$ -	\$ 470,296
CFSC funds	-	1,565,305	1,565,305
Money market fund	3,033,660	-	3,033,660

The following table presents the Organization's financial assets that are measured at fair value on a recurring basis as of June 30, 2024:

	<u>Level 1</u>	<u>Level 2</u>	<u>Total</u>
<i>Assets:</i>			
Mutual funds	\$ 420,108	\$ -	\$ 420,108
CFSC funds	-	1,642,883	1,642,883
Money market fund	9,870	-	9,870

The funds held at the Community Foundation of Sonoma County (CFSC), a 501(c)(3) organization, are investment funds held as component parts under Treasury Regulation Sec 1.170A-9-(e)(11). The Board of Directors of COTS has adopted the investment policy of CFSC. The board of directors of CFSC has adopted a Total Return Concept which can offer the advantage of designing long-term investment strategies to provide for a balance between current income and capital appreciation.

The CFSC investment advisory committee meets at least annually to review the asset allocation policy to determine if established guidelines are appropriate to adopted investment goals. Investments are reported based on quoted market prices.

#### Note 7. Leasehold Interest

COTS has a long-term land lease agreement with the City of Petaluma through March 2034, and a building lease agreement through June 2024. The amount reported as leasehold interest represents the estimated present value of the future benefit of the lease and will be amortized annually over the life of the lease. The value of the leasehold interest was estimated by COTS management and the landlord based on comparable market rents. Amortization of the leasehold interest was \$6,448 and \$23,108 for the years ended June 30, 2025 and 2024, respectively. Future amortization of the leasehold interest is the following for the years ending June 30:

2026	\$ 6,261
2027	6,078
2028	5,900
2029	5,728
2030	5,562
Thereafter	<u>20,671</u>
	<u>\$ 50,200</u>

# Committee on the Shelterless

## Notes to Financial Statements

### For the Years Ended June 30, 2025 and 2024

#### Note 8. Line of Credit

COTS has a line of credit with a financial institution allowing for borrowings up to \$500,000 at 9.75% per annum, maturing in March 5, 2026. There were no borrowings against the line of credit at June 30, 2025 and 2024.

#### Note 9. Net Assets

##### Net Assets without Donor Restrictions

All general operating revenues and expenses related to the program activities of the Organization are included in the change in net assets without donor restrictions. From time to time, contributions received without donor restrictions are designated by the Organization's board as board designated funds. The board designated funds consist of funds with no donor or legal restrictions but, through board resolutions, have been set aside for specific purposes.

Board designated funds consist of the following as of June 30:

	<u>2025</u>	<u>2024</u>
Operational reserve	\$ 2,680,518	\$ 620,839
Capital replacement	73,419	70,138
General reserve	23,745	155,309
	<u>\$ 2,777,682</u>	<u>\$ 846,286</u>

##### Net Assets with Donor Restrictions

The following schedule summarizes net assets with donor restrictions as of June 30:

	<u>2025</u>	<u>2024</u>
Program restrictions	\$ 2,176,864	\$ 1,555,022
Time restrictions	-	25,000
	<u>\$ 2,176,864</u>	<u>\$ 1,580,022</u>

Net assets with donor restrictions are included as investments on the Statements of Financial Position totaling \$2,176,864 and \$1,580,022 as of June 30, 2025 and 2024, respectively.

# Committee on the Shelterless

## Notes to Financial Statements

### For the Years Ended June 30, 2025 and 2024

#### Note 10. Operating Leases

In addition to the long-term lease agreement with the City of Petaluma as discussed in Note 7, COTS also has month-to-month operating lease agreements with government agencies and private parties. Rental payments under these agreements are generally below market rate. COTS is restricted to using these rental properties as emergency shelter for singles, integrity permanent housing for families with children, and shared integrity permanent housing for singles, administrative offices, a community kitchen, and social service programs related to family emergency housing. Rent under these lease agreements is valued at \$210,211 and \$167,981 for the years ended June 30, 2025 and 2024, respectively, based on current rental market rates, and has been recorded as in-kind contribution and in-kind rent expense for the years ended June 30, 2025 and 2024.

COTS also leases houses and apartments from private rental firms and individuals. Most of these lease arrangements are month-to-month. Facility and housing lease costs for the years ended June 30, 2025 and 2024 are \$874,686 and \$737,454, respectively.

#### Note 11. 403(b) Plan

COTS has a 403(b) Plan (Plan) to provide retirement and incidental benefits for its employees. Eligible employees may make elective deferral contributions to the Plan, up to maximum annual amounts as set periodically by the Internal Revenue Service. COTS may make discretionary contributions to participating employees' qualified compensation. COTS did not make any contributions during the years ended June 30, 2025 and 2024.

#### Note 12. Contributions of Nonfinancial Assets

Contributions of nonfinancial assets recognized in the Statements of Activities and Changes in Net Assets as of June 30, 2025 included:

<u>Category</u>	<u>Revenue Recognized</u>	<u>Utilization in Programs or Activities</u>	<u>Donor Restrictions</u>	<u>Valuation Techniques</u>
Food	\$ 1,438,400	Food Program	None	Retail value
Rent	210,211	Permanent Supportive Housing	None	Fair market rent
Other	14,383	General Operations	None	Fair market value
Vehicle	1,993	Residential	None	Fair market value
Gift cards	1,865	All programs	None	Face value
Facilities	1,000	All programs	None	Fair market rent
Supplies	<u>500</u>	All programs	None	Fair market value
	<u>\$ 1,668,352</u>			

# Committee on the Shelterless

## Notes to Financial Statements

For the Years Ended June 30, 2025 and 2024

### Note 12. Contributions of Nonfinancial Assets, *continued*

Contributions of nonfinancial assets recognized in the Statements of Activities and Changes in Net Assets as of June 30, 2024 included:

<u>Category</u>	<u>Revenue Recognized</u>	<u>Utilization in Programs or Activities</u>	<u>Donor Restrictions</u>	<u>Valuation Techniques</u>
Food	\$ 1,306,520	Food Program	None	Retail value
Rent	167,981	Permanent Supportive Housing	None	Fair market rent
Professional services	88,222	General Operations	None	Market rate
Vehicle	15,000	Residential	None	Fair market value
Gift cards	<u>5,069</u>	All programs	None	Face value
	<u>\$ 1,582,792</u>			

### Note 13. Subsequent Events

COTS evaluated subsequent events from July 1, 2025 through January 28, 2026, the date which the financial statements were available to be issued, and determined there are no material subsequent events that required recognition or additional disclosure in these financial statements.

## **Supplementary Information**

# Committee on the Shelterless

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2025

<u>Federal Grantor / Program Title</u>	<u>Federal ALN</u>	<u>Federal Expenditures</u>
<b>U.S. Department of Housing and Urban Development (HUD)</b>		
Continuum of Care Program	14.267	\$ 331,706
Pass-through City of Santa Rosa Home Investment Partnerships Program: Home - American Rescue Plan (HOME-ARP)	14.239	* <u>580,479</u>
Total HUD		912,185
<b>Department of Homeland Security</b>		
Emergency Food and Shelter Program	97.024	<u>20,000</u>
<b>Total expenditures of federal awards</b>		<u>\$ 932,185</u>

\* Major Program

# Committee on the Shelterless

---

## Notes to Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2025

### Note 1. Basis of Presentation

The accompanying Schedule of Expenditure of Federal Awards Expenditures (the “Schedule”) includes the federal grant activity of Committee on the Shelterless (“COTS”) under programs of the federal government for the year ended June 30, 2025. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) 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 COTS, it is not intended to and does not present the financial position, changes in net assets or cash flows of Committee on the Shelterless.

### Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. COTS used a negotiated federally approved indirect cost rate, and elected not to use the 10% de minimis indirect cost rate. Pass-through entity identifying numbers are presented where available.

### Note 3. Sub-recipients

COTS did not provide any federal awards to sub-recipients during the year ended June 30, 2025.

# **Compliance Reports**



**Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

To the Board of Directors  
Committee on the Shelterless  
Petaluma, California

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 Committee on the Shelterless, which comprise the statement of financial position as of June 30, 2025 and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 28, 2026.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Committee on the Shelterless' internal control over financial reporting (internal control) as a basis for designing procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Committee on the Shelterless' internal control. Accordingly, we do not express an opinion on the effectiveness of Committee on the Shelterless' 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Committee on the Shelterless' 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.

## **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 result of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Dillwood Burkel & Millar, LLP

Santa Rosa, California

January 28, 2026



## **Independent Auditors' Report on Compliance for Each Major Federal Program and on Internal Control over Compliance in Accordance with the Uniform Guidance**

To the Board of Directors of  
Committee on the Shelterless  
Petaluma, California

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

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

We have audited Committee on the Shelterless' compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Committee on the Shelterless' major federal programs for the year ended June 30, 2025. Committee on the Shelterless' major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Committee on the Shelterless complied, in all material respects, with the 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, 2025.

#### ***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Committee on the Shelterless and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Committee on the Shelterless' compliance with the compliance requirements referred to above.

#### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Committee on the Shelterless' federal programs.

## ***Auditors' Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Committee on the Shelterless' compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Committee on the Shelterless' compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Committee on the Shelterless' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Committee on the Shelterless' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Committee on the Shelterless' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on Internal Control over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over 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 Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

*Dillwood Burkel & Millar, LLP*

Santa Rosa, California

January 28, 2026

# Committee on the Shelterless

## Schedule of Findings and Questioned Costs For the Year Ended June 30, 2025

---

### Section I: Summary of Audit Results

#### Financial Statements

- |  |               |
|--|---------------|
| a) Type of independent auditors' report issued:              | Unmodified    |
| b) Internal control over financial reporting:                |               |
| • Material weaknesses identified?                            | No            |
| • Significant deficiencies identified?                       | None reported |
| c) Noncompliance material to the financial statements noted? | No            |

#### *Federal Awards*

- |   |               |
|---|---------------|
| d) Internal control over major programs:  |               |
| • Material weaknesses identified?   | No            |
| • Significant deficiencies identified?  | None reported |
| e) Type of auditor's report issued on compliance for major programs:                                  | Unmodified    |
| f) Audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? | No            |
| g) Identification of major programs:  |               |
| Home Investment Partnerships Program:   |               |
| Home – American Rescue Plan (HOME-ARP)  | ALN # 14.239  |
| h) Dollar threshold used to distinguish between type A and type B programs:                           | \$750,000     |
| i) Auditee qualified as a low risk auditee?   | No            |
| j) Auditee elected to use the 10% de minimis indirect cost rate?                                      | No            |

# **Committee on the Shelterless**

---

## **Schedule of Findings and Questioned Costs For the Year Ended June 30, 2025**

### **Section II: Financial Statement Findings**

No matters were reported.

### **Section III: Federal Award Findings and Questioned Costs**

No matters were reported.

### **Section IV: Status of Prior Year Findings**

N/A.