

**ALL CHICAGO MAKING
HOMELESSNESS HISTORY**

**FINANCIAL STATEMENTS
AS OF DECEMBER 31, 2020 AND 2019**

TOGETHER WITH AUDITOR'S REPORT



Certified Public Accountants

4320 WINFIELD ROAD, SUITE 450
WARRENVILLE, IL 60555
630 665 4440

duganlopatka.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
All Chicago Making Homelessness History:

Report on the Financial Statements

We have audited the accompanying financial statements of All Chicago Making Homelessness History (All Chicago), which comprise the statement of financial position as of December 31, 2020, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used, and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of All Chicago, as of December 31, 2020, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (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 financial statements. The supplementary information on Schedule 1 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements, or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated May 10, 2021, on our consideration of All Chicago's internal control over financial reporting and our tests on 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 controls over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 All Chicago's internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited All Chicago's 2019 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 6, 2020. In our opinion, the summarized comparative information presented herein as of, and for the year ended December 31, 2019, is consistent, in all material respects, with the audited financial statements from which it has been derived.



DUGAN & LOPATKA

ALL CHICAGO MAKING HOMELESSNESS HISTORY
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2020 AND 2019

<u>A S S E T S</u>	2020	2019
CURRENT ASSETS:		
Cash and cash equivalents	\$ 5,788,807	\$ 208,443
Cash held for others	76,980	60,969
Investments - without donor restrictions	101,275	29,507
- with donor restrictions	1,193,554	1,117,551
Unconditional promises to give, current maturities	340,603	213,821
Government grants receivable	2,760,760	655,868
Prepaid expenses	98,322	29,287
Total current assets	10,360,301	2,315,446
RIGHT-OF-USE ASSETS:		
Finance lease right-of-use asset, net of accumulated amortization	9,385	12,698
Operating lease right-of-use asset	835,131	1,002,158
Total right-of-use assets	844,516	1,014,856
PROPERTY AND EQUIPMENT:		
Furniture and equipment	256,770	256,770
Computer software	198,395	144,396
Capitalized development costs in progress	-	133,068
	455,165	534,234
Less - Accumulated depreciation	(238,151)	(186,075)
Net property and equipment	217,014	348,159
OTHER ASSETS:		
Investments - Perpetual in nature	165,000	165,000
Total assets	\$ 11,586,831	\$ 3,843,461

The accompanying notes are an integral part of this statement.

LIABILITIES AND NET ASSETS

	<u>2020</u>	<u>2019</u>
CURRENT LIABILITIES:		
Notes payable, current maturities	\$ 25,395	\$ 23,920
Finance lease liability, current maturities	3,309	3,017
Operating lease liability, current maturities	171,792	164,592
Accounts payable and accrued expenses	861,906	391,929
Agency liability	76,980	60,969
Refundable advance	4,020,503	-
	<u>5,159,885</u>	<u>644,427</u>
LONG-TERM LIABILITIES:		
Notes payable, less current maturities	65,515	90,901
Finance lease liability, less current maturities	6,925	10,234
Operating lease liability, less current maturities	743,567	915,359
	<u>816,007</u>	<u>1,016,494</u>
Total liabilities	<u>5,975,892</u>	<u>1,660,921</u>
NET ASSETS:		
Without donor restrictions	489,082	(259,070)
With donor restrictions	5,121,857	2,441,610
	<u>5,610,939</u>	<u>2,182,540</u>
Total liabilities and net assets	<u>\$ 11,586,831</u>	<u>\$ 3,843,461</u>

ALL CHICAGO MAKING HOMELESSNESS HISTORY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020
(with comparative totals for 2019)

	2020			2019
	Without Donor Restrictions	With Donor Restrictions	Total	Total
SUPPORT AND REVENUE:				
Contributions	\$ 773,453	\$ 5,560,698	\$ 6,334,151	\$ 2,913,527
In-kind contributions	101,568	-	101,568	95,570
Illinois Department of Human Services	11,082,619	-	11,082,619	1,673,228
Chicago Department of Family and Support Services	4,732,872	-	4,732,872	2,761,974
U.S. Department of Housing and Urban Development	1,535,879	-	1,535,879	1,804,917
Grant under CARES Act	530,500	-	530,500	-
Other grants	5,948	-	5,948	19,681
Special events	330,800	-	330,800	317,266
Miscellaneous income	25,272	-	25,272	26,683
Interest and dividends	4,852	50,720	55,572	28,911
Net unrealized/realized gain on investments	-	123,137	123,137	89,934
Net assets released from restriction - satisfaction of program restrictions	3,054,308	(3,054,308)	-	-
Total support and revenue	<u>22,178,071</u>	<u>2,680,247</u>	<u>24,858,318</u>	<u>9,731,691</u>
EXPENSES:				
Program Services	20,471,236	-	20,471,236	7,766,931
Management and general	606,282	-	606,282	667,449
Fundraising	352,401	-	352,401	500,185
Total expenses	<u>21,429,919</u>	<u>-</u>	<u>21,429,919</u>	<u>8,934,565</u>
CHANGE IN NET ASSETS	748,152	2,680,247	3,428,399	797,126
NET ASSETS, Beginning of year	<u>(259,070)</u>	<u>2,441,610</u>	<u>2,182,540</u>	<u>1,385,414</u>
NET ASSETS, End of year	<u>\$ 489,082</u>	<u>\$ 5,121,857</u>	<u>\$ 5,610,939</u>	<u>\$ 2,182,540</u>

The accompanying notes are an integral part of this statement.

ALL CHICAGO MAKING HOMELESSNESS HISTORY
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
CASH FLOW FROM OPERATING ACTIVITIES:		
Change in total net assets	\$ 3,428,399	\$ 797,126
Adjustments to reconcile change in total net assets to net cash provided by operating activities:		
Depreciation expense	55,388	54,132
Amortization of operating lease	2,434	48,034
Impairment loss on capitalized development costs	211,648	-
Realized/unrealized (gain) on investments	(123,137)	(89,934)
Changes in other operating assets and liabilities:		
(Increase) decrease in unconditional promises to give	(126,782)	22,386
(Increase) in government grants receivable	(2,104,892)	(166,826)
(Increase) in prepaid expenses	(69,035)	(9,074)
Increase in accounts payable and accrued expenses	469,977	29,016
Increase in agency liability	16,011	8,594
Increase (decrease) in refundable advance	4,020,503	(562,547)
Net cash provided by operating activities	<u>5,780,514</u>	<u>130,907</u>
CASH FLOW FROM INVESTING ACTIVITIES:		
Proceeds from the sale of investments	471,080	245,653
Purchases of investments	(495,714)	(1,284,147)
Purchases of property and equipment	(132,577)	(194,313)
Net cash (used in) investing activities	<u>(157,211)</u>	<u>(1,232,807)</u>
CASH FLOW FROM FINANCING ACTIVITIES:		
Borrowings on note payable	-	37,927
Payments on note payable	(23,911)	(15,179)
Payments on finance lease	(3,017)	(2,750)
Net cash provided by (used in) financing activities	<u>(26,928)</u>	<u>19,998</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	5,596,375	(1,081,902)
CASH AND CASH EQUIVALENTS, Beginning of year	<u>269,412</u>	<u>1,351,314</u>
CASH AND CASH EQUIVALENTS, End of year	<u>\$ 5,865,787</u>	<u>\$ 269,412</u>
Cash and cash equivalents - Operations	\$ 5,788,807	\$ 208,443
- Held for others	76,980	60,969
Total cash and cash equivalents	<u>\$ 5,865,787</u>	<u>\$ 269,412</u>
SUPPLEMENTAL INFORMATION:		
Interest paid	<u>\$ 9,073</u>	<u>\$ 8,899</u>

The accompanying notes are an integral part of this statement.

ALL CHICAGO MAKING HOMELESSNESS HISTORY
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2020
(with comparative totals for 2019)

	Program Services	Management and General	Fundraising	2020 Total	2019 Total
Functional expenses:					
Salaries	\$ 2,031,049	\$ 415,120	\$ 239,318	\$ 2,685,487	\$ 2,444,047
Payroll taxes	165,646	30,132	18,607	214,385	199,029
Employee benefits	238,757	36,996	29,849	305,602	330,397
	<u>2,435,452</u>	<u>482,248</u>	<u>287,774</u>	<u>3,205,474</u>	<u>2,973,473</u>
Total salaries and related expenses					
Other expenses:					
Pass through to partner agencies for client assistance	7,119,128	-	-	7,119,128	793,477
Direct client assistance	9,705,050	-	-	9,705,050	3,892,295
Professional fees	247,194	46,482	-	293,676	322,424
Information technology	280,433	13,690	19,284	313,407	297,218
Occupancy expenses	183,645	18,115	13,328	215,088	213,129
Office supplies and expenses	77,373	12,881	2,411	92,665	79,441
Insurance	10,293	2,129	693	13,115	13,423
Travel	10,278	2,962	149	13,389	18,904
Education, conferences and meetings	10,632	2,781	823	14,236	62,035
Lived experience costs	21,321	-	-	21,321	41,905
Marketing and public relations	4,790	519	3,336	8,645	28,134
Special events	-	-	21,801	21,801	18,934
In-kind services	101,568	-	-	101,568	95,570
Interest	1,106	7,967	-	9,073	8,899
Other operating expenses	6,785	7,911	551	15,247	21,172
	<u>17,779,596</u>	<u>115,437</u>	<u>62,376</u>	<u>17,957,409</u>	<u>5,906,960</u>
Total other expenses					
Total expenses before depreciation and impairment	<u>20,215,048</u>	<u>597,685</u>	<u>350,150</u>	<u>21,162,883</u>	<u>8,880,433</u>
Depreciation	44,540	8,597	2,251	55,388	54,132
Impairment loss	211,648	-	-	211,648	-
	<u>256,188</u>	<u>8,597</u>	<u>2,251</u>	<u>267,036</u>	<u>54,132</u>
Total depreciation and impairment					
Total expenses	<u>\$ 20,471,236</u>	<u>\$ 606,282</u>	<u>\$ 352,401</u>	<u>\$ 21,429,919</u>	<u>\$ 8,934,565</u>

The accompanying notes are an integral part of this statement.

ALL CHICAGO MAKING HOMELESSNESS HISTORY
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

(1) NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Nature of Organization -

The mission of All Chicago Making Homelessness History (All Chicago) is to unite our community and resources to provide solutions that ensure and sustain the stability of home. All Chicago collaboratively addresses the complex issue of homelessness through four signature approaches.

Emergency Financial Assistance

All Chicago's Emergency Financial Assistance Program, called the Emergency Fund, provides critical financial assistance to people experiencing, or at risk of, homelessness or another serious emergency.

Community Partnerships

All Chicago convenes key stakeholders and drives collaboration to lead Chicago's city-wide response to homelessness. All Chicago collaborates with many agencies and leads them through a year-round research, valuation, strategic planning, crisis response, and federal funding application process.

Data Analytics

All Chicago manages the Homeless Management Information System (HMIS) database, which contains data on Chicagoans experiencing, or at risk of, homelessness and the services they receive. All Chicago analyzes and disseminates the data to inform decisions, set strategies, and drive funding and policy decisions on the local and federal levels.

Training and Research

All Chicago provides trainings, tools, information, and research to address homelessness more effectively.

COVID-19 Response

Additionally, All Chicago is playing a key role in the community response to the COVID-19 health crisis. In 2020, All Chicago administered millions in crisis response funding for emergency lodging throughout the State of Illinois, assistance for homelessness services providers for facility modifications, personal protective equipment, and staffing, emergency assistance to support college students, and rental and mortgage assistance to households impacted by the crisis. All Chicago was also awarded \$35 million in CARES Act funding to manage the Expedited Housing Initiative, an innovative approach to rapidly house thousands of households experiencing homelessness to minimize the health risks of COVID-19.

Subsequent events -

The financial statements were available to be issued on May 10, 2021, with subsequent events being evaluated through this date.

(1) NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Basis of Accounting -

The accounts and financial statements are maintained on the accrual basis of accounting and accordingly, reflect all significant accounts receivable, payable, and other liabilities.

Financial Statement Presentation -

The financial statements of All Chicago have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP). Under GAAP, All Chicago is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

Without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of All Chicago.

With donor restrictions - Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of All Chicago or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated that the funds be maintained in perpetuity.

Accounting Estimates -

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of the revenues, expenses, gains, losses, and other changes in net assets during the reporting period. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents -

Cash and cash equivalents consist of bank deposits in federally insured accounts and securities investor protection corporation accounts.

For purposes of the statement of cash flows, All Chicago considers all highly liquid investments, including savings accounts and non-permanently restricted money markets, to be cash equivalents.

Concentrations of Credit Risk -

Financial instruments which potentially subject All Chicago to concentrations of credit risk consist principally of cash. All Chicago places its cash and deposits with high-quality financial institutions; however, deposits may exceed the federally insured limits.

(1) NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Investments -

Investments are carried at fair value. Realized and unrealized gains and losses are reflected in the statement of activities. Investment securities, in general, are exposed to various risks, such as interest rate, credit and overall market volatility. Due to the level of market risk associated with certain investment securities, it is possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

Receivables -

Receivables represent grants and donations due to All Chicago from governmental agencies, non-profit agencies, foundations, and individuals. Unconditional promises to give are recognized as revenue or gains in the period the promise is received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received.

Allowance for Doubtful Accounts -

All Chicago considers contributions and grants receivable to be fully collectible and, accordingly, utilizes the direct write-off method, which closely approximates the allowance method, to record bad debts. Based on historical collection activity, no allowance is deemed necessary.

Property and Equipment -

Expenditures for property and equipment in excess of \$5,000, and items which substantially increase the useful lives of existing assets, are capitalized at cost or if donated, at the estimated fair market value at the date of donation. All Chicago provides for depreciation on the straight-line method at rates designed to depreciate the cost of assets over estimated useful lives of three to seven years.

Support and Revenue -

All Chicago recognizes contributions when cash, securities, or other assets, an unconditional promise to give, or a notification of a beneficial interest is received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promise becomes unconditional. All Chicago reports gifts of cash 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 statement of activities as net assets released from restrictions.

A portion of All Chicago's revenue is derived from cost-reimbursable federal and state grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts are recognized as revenue when All Chicago has incurred expenditures in compliance with specific grant provisions.

(1) NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Support and Revenue - (Continued)

All Chicago reports gifts of land, buildings, and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used, and gifts of cash or other assets that must be used to acquire long-lived assets, are reported as restricted support. Absent explicit donor stipulations regarding how long those long-lived assets must be maintained, All Chicago reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

In-Kind Contributions -

In addition to receiving cash contributions, All Chicago receives in-kind contributions from various donors in the form of services and property. It is the policy of All Chicago to record the estimated fair market value of certain in-kind donations as an expense in its financial statements, and similarly increase donation revenue by a like amount. Contributions of services are required to be recognized if the services received (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. The fair value of donated services included in contributions and a corresponding program expense for the years ended December 31, 2020 and 2019, were \$101,568 and \$95,570, respectively. All Chicago did not recognize any in-kind property contributions for the years ended December 31, 2020 and 2019.

Functional Allocation of Expenses -

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries and wages, benefits, payroll taxes, professional services, office expenses, information technology, occupancy, depreciation and other, which are allocated on the basis of estimates of time and effort.

Income Tax Status -

All Chicago was granted an exemption from federal income taxes by the Internal Revenue Service pursuant to the provisions of Internal Revenue Code Section 501(c)(3). All Chicago qualifies for the charitable contribution deduction under Section 170(b)(1)(A)(vi) and has been classified as an organization that is not a private foundation under Section 509(a)(1). The tax-exempt purpose of All Chicago and the nature in which it operates is described in the first paragraph of Note 1. All Chicago continues to operate in compliance with its tax-exempt purpose.

All Chicago files informational returns in the U.S. federal jurisdiction and Illinois. With few exceptions, All Chicago is no longer subject to U.S. federal, state and local, or non-U.S. income tax examinations by tax authorities for years before 2017. All Chicago does not have any unrecognized tax benefits and does not expect this to change in the next twelve months.

(1) NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Comparative Information -

The financial statements include certain prior-year, summarized, comparative information in total, but not by net asset class, which does not provide sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such prior year information should be read in conjunction with All Chicago's financial statements for the year ended December 31, 2019, from which the summarized information was derived.

(2) UNCONDITIONAL PROMISES TO GIVE:

Unconditional promises to give at December 31, 2020 and 2019 are as follows -

	<u>2020</u>	<u>2019</u>
Receivable in less than one year	\$ 340,603	\$ 213,821
Receivable in greater than one year and less than five years	<u>-</u>	<u>-</u>
Total unconditional promises to give	<u>\$ 340,603</u>	<u>\$ 213,821</u>

(3) INVESTMENTS:

The readily determinable market value of investments held by All Chicago as of December 31 is as follows:

	<u>2020</u>	<u>2019</u>
Mutual funds	\$ 1,352,413	\$ 1,203,870
Money market funds	<u>107,416</u>	<u>108,188</u>
	<u>\$ 1,459,829</u>	<u>\$ 1,312,058</u>

Investments are reflected in the financial statements as:

	<u>2020</u>	<u>2019</u>
Investments – Without donor restrictions	\$ 101,275	\$ 29,507
– With donor restrictions	1,193,554	1,117,551
– Perpetual in nature	<u>165,000</u>	<u>165,000</u>
	<u>\$ 1,459,829</u>	<u>\$ 1,312,058</u>

(4) FAIR VALUE MEASUREMENTS:

The Accounting Standards Codification for *Fair Value Measurement* establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1

Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the organization has the ability to access.

Level 2

Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from, or corroborated by, observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3

Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There has been no change in the methodologies used at December 31, 2020 and 2019.

Mutual Funds: Valued at the net asset value (NAV) of shares held at year end.

Money Market: Valued at cost as of the year end, which approximates market.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although All Chicago believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

(4) FAIR VALUE MEASUREMENTS: (Continued)

The following table sets forth by level, within the fair value hierarchy, All Chicago's assets at fair value:

<u>Description</u>	<u>Assets at Fair Value as of December 31, 2020</u>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds	\$ 1,352,413	\$ -	\$ -	\$ 1,352,413
Money market funds	<u>107,416</u>	<u>-</u>	<u>-</u>	<u>107,416</u>
Total assets at fair value	<u>\$ 1,459,829</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,459,829</u>

<u>Description</u>	<u>Assets at Fair Value as of December 31, 2019</u>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds	\$ 1,203,870	\$ -	\$ -	\$ 1,203,870
Money market funds	<u>108,188</u>	<u>-</u>	<u>-</u>	<u>108,188</u>
Total assets at fair value	<u>\$ 1,312,058</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,312,058</u>

(5) PAYROLL PROTECTION PROGRAM:

As part of the Coronavirus Aid, Relief, and Economic Security (CARES) Act, in April 2020, All Chicago obtained a Payroll Protection Program (PPP) loan in the amount of \$530,500. The interest rate on this loan is 1%, with the amount to be repaid in equal installments of principal and interest, beginning at the earlier of the date the Small Business Administration (SBA) remits the loan forgiveness amount, or 10 months after the end of the forgivable covered period, with the final payment due in April 2022. As part of the PPP loan agreement, all or a portion of the loan can be forgiven. In February 2021, All Chicago's PPP loan was forgiven in full by the SBA.

All Chicago has determined that the loan represents, in substance, a conditional grant as allowed under ASC 958-605, which recognizes revenue on nonexchange transactions when the barriers to the grants have been met. Per stipulations outlined in the CARES Act, All Chicago is using the monies from the PPP loan to fund payroll and other costs. Accordingly, All Chicago recognized a portion of the loan as contribution at the end of each payroll period that is funded by the PPP monies.

Funds received under PPP conditional grant	\$ 530,500
Eligible expenses funded by PPP conditional grant	<u>530,500</u>
Refundable advance as of December 31, 2020	<u>\$ -</u>

(6) REFUNDABLE ADVANCE:

As of December 31, 2020 and 2019, All Chicago had a \$4,020,503 and \$0-, respectively, outstanding advance from the Illinois Department of Human Services to assist low-income people with rent, mortgage, security deposit, and utilities assistance.

(7) LIQUIDITY AND AVAILABILITY:

	December 31,	
	<u>2020</u>	<u>2019</u>
Financial assets -		
Cash	\$ 5,788,807	\$ 208,443
Investments	1,294,829	1,147,058
Unconditional promises to give	340,603	213,821
Government grants receivable	<u>2,760,760</u>	<u>655,868</u>
Total financial assets	10,184,999	2,225,190
Less – Donor-imposed restrictions, excluding		
perpetual in nature (See Note 14)	4,956,857	2,276,610
- Refundable advance	<u>4,020,503</u>	<u>-</u>
Financial assets available to meet cash needs for		
general expenditures; that is, without donor or other		
restrictions limiting their use within one year	<u>\$ 1,207,639</u>	<u>\$ (51,420)</u>

Additionally, All Chicago maintains a \$550,000 line of credit as discussed in more detail in Note 10. The available balance on the line of credit was \$550,000 at December 31, 2020 and 2019.

All Chicago receives significant contributions, some of which are restricted by donors to fund specific programs or projects. Such restricted funds are tracked for use for the identified program or project. Restricted contributions of \$5,560,698 and \$2,378,836 were received during the years ended December 31, 2020 and 2019, respectively.

All Chicago manages its liquidity and reserves adhering to the following principles:

- operating within a prudent range of financial soundness and stability.
- incurring unbudgeted costs only when such costs are funded.
- maintaining adequate liquid assets to fund near-term operating needs.

(8) LEASES:

All Chicago has an operating lease for office space. The operating lease will expire in December 2025. For operating leases, All Chicago recognizes a right-of-use asset and a lease liability at lease commencement. The balance of the office lease included as a right to use asset at December 31, 2020 and 2019, totaled \$835,131 and \$1,002,158, respectively. The discount rate used for the operating lease is based on All Chicago incremental borrowing rate at the time the lease was signed.

(8) LEASES: (Continued)

Future minimum payments on the operating lease are as follows:

2021	\$	214,800
2022		219,600
2023		226,800
2024		231,600
2025		<u>237,600</u>
Total minimum lease payments		1,130,400
Amount representing interest		<u>215,041</u>
Present value of net minimum lease payments		915,359
Current portion		<u>171,792</u>
Long-term operating lease obligations	\$	<u>743,567</u>

Additionally, All Chicago leases equipment under a finance lease, which expires in October 2023. Total equipment under the finance lease is \$16,562 before accumulated amortization. The net book value of the leased equipment totaled \$9,385 and \$12,698 at December 31, 2020 and 2019, respectively. For finance leases, All Chicago recognizes a right-of-use asset and a lease liability at lease commencement.

Future minimum payments on the finance lease are as follows:

2021	\$	4,122
2022		4,122
2023		<u>3,438</u>
Total minimum lease payments		11,682
Amount representing interest		<u>1,448</u>
Present value of net minimum lease payments		10,234
Current portion		<u>3,309</u>
Long-term finance lease obligations	\$	<u>6,925</u>

The components of lease expenses for the year ending December 31, 2020 and 2019, were as follows:

	<u>2020</u>	<u>2019</u>
Operating lease cost	<u>\$ 210,034</u>	<u>\$ 210,134</u>
Finance lease cost:		
Amortization of right-of-use asset	\$ 3,312	\$ 3,312
Interest on lease liability	<u>1,106</u>	<u>1,373</u>
Total finance lease cost	<u>\$ 4,418</u>	<u>\$ 4,685</u>

(8) LEASES: (Continued)

The weighted average remaining lease term is as follows:

	<u>2020</u>	<u>2019</u>
Operating lease	5 years	6 years
Financing lease	3 years	4 years

The weighted average discount rate is as follows:

	<u>2020</u>	<u>2019</u>
Operating lease	6.0%	6.0%
Financing lease	9.3%	9.3%

Cash paid for amounts included in the measurements of lease liability is as follows:

	<u>2020</u>	<u>2019</u>
Operating cash from operating lease	\$ 207,600	\$ 162,000
Operating cash flow from finance lease	1,106	1,373
Finance cash flow from finance lease	3,017	2,750

(9) CONTINGENCIES:

Support funded by government grants is recognized as All Chicago expends the funds in accordance with the grant agreements. Grant expenditures are subject to audit and acceptance by the granting agency and, as a result of such audit, adjustments could be required. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, cannot be determined at this time. Management does not anticipate any adjustments for the revenue shown on December 31, 2020, from these sources.

(10) LINE OF CREDIT:

All Chicago has a line of credit in the amount of \$550,000, expiring in May 2021. The line is collateralized by substantially all of All Chicago's assets. Interest varies with the bank's prime rate plus .5%. At December 31, 2020 and 2019, there was no outstanding balance on the line of credit.

All Chicago must maintain a maximum debt-to-net assets ratio of 2.5 to 1.0. As of December 31, 2020, All Chicago is in compliance with this ratio.

In January 2021, All Chicago revised the line of credit agreement to increase the available line to \$2,000,000 and extend the expiration to May 2023. Additionally, the new agreement no longer requires All Chicago to maintain a \$-0- balance for 30 consecutive days during the line term. All other terms and collateral in the agreement remained the same.

(11) NOTE PAYABLE:

In November 2018, All Chicago obtained a loan to acquire furniture and equipment, with a maximum amount of \$130,000, from IFF bearing an interest rate of 6.00%. In April 2019, All Chicago started making monthly payments of interest and principal of \$2,513. From November 2018 through March 2019, All Chicago only had to pay interest. The maturity date of the loan is April 1, 2024. The outstanding loan balance at December 31, 2020 and 2019, was \$90,910 and \$114,821, respectively.

Future minimum payments are as follows:

2021	\$	25,395
2022		26,962
2023		28,625
2024		9,928

(12) FUTURE COMMITTED REVENUE:

All Chicago has received the following future committed revenue as of December 31, 2020:

Grants for reimbursable expenses	\$	<u>30,379,774</u>
----------------------------------	----	-------------------

(13) EMPLOYEE BENEFIT PLAN:

All Chicago has a simple IRA benefit plan covering substantially all employees. All Chicago made matching contributions on a dollar-for-dollar basis, up to 3% of compensation, to participating employees for the years ended December 31, 2020 and 2019. Employer contributions to the plan for the years ended December 31, 2020 and 2019, amounted to \$56,601 and \$63,587, respectively.

(14) NET ASSETS WITH DONOR RESTRICTIONS:

At December 31, 2020 and 2019, net assets with donor restrictions are comprised of the following:

	<u>2020</u>	<u>2019</u>
Income restricted for programs	\$ 4,660,621	\$ 2,261,779
Income restricted due to time restriction	296,236	14,831
Perpetual in nature	<u>165,000</u>	<u>165,000</u>
	<u>\$ 5,121,857</u>	<u>\$ 2,441,610</u>

(15) DONOR-RESTRICTED AND BOARD-DESIGNATED ENDOWMENTS:

All Chicago's endowment includes a donor-restricted endowment fund. Net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

(15) DONOR-RESTRICTED AND BOARD-DESIGNATED ENDOWMENTS: (Continued)

Interpretation of Relevant Law -

The Audit/Finance Committee of the Board of Directors of All Chicago has interpreted the Illinois Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, All Chicago classifies as donor contributions perpetual in nature (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified as donor contributions perpetual in nature is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by All Chicago in a manner consistent with the standard of prudence prescribed by Illinois UPMIFA.

In accordance with UPMIFA, All Chicago considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

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

For the years ended December 31, 2020 and 2019, All Chicago had the following endowment-related activities:

	<u>2020</u>		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ -	\$ 165,000	\$ 165,000
Investment return:			
Investment income	-	11,625	11,625
Net appreciation (realized/unrealized)	-	20,883	20,883
Total investment return	-	32,508	32,508
Appropriated funds for expenditures	-	(32,508)	(32,508)
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 165,000</u>	<u>\$ 165,000</u>

(15) DONOR-RESTRICTED AND BOARD-DESIGNATED ENDOWMENTS: (Continued)

	2019		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ -	\$ 165,000	\$ 165,000
Investment return:			
Investment income	-	4,617	4,617
Net appreciation (realized/unrealized)	-	30,191	30,191
Total investment return	-	34,808	34,808
Appropriated funds for expenditures	-	(34,808)	(34,808)
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 165,000</u>	<u>\$ 165,000</u>

Endowment Net Asset Composition by Type of Fund -

The composition of endowment net assets by type of fund as of December 31, 2020 and 2019, is as follows:

	2020		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Donor contributions that are perpetual in nature	<u>\$ -</u>	<u>\$ 165,000</u>	<u>\$ 165,000</u>

	2019		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Donor contributions that are perpetual in nature	<u>\$ -</u>	<u>\$ 165,000</u>	<u>\$ 165,000</u>

Funds with Deficiencies -

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or Illinois UPMIFA requires the organization to retain as a fund of perpetual duration. These deficiencies result from unfavorable market fluctuations that occur after the investment of donor contributions perpetual in nature. In accordance with GAAP, deficiencies of this nature would be and have been reported in net assets with donor restrictions.

(15) DONOR-RESTRICTED AND BOARD-DESIGNATED ENDOWMENTS: (Continued)

Return Objectives and Risk Parameters -

All Chicago adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to preserve the original fair value of the endowment assets. Endowment assets include those assets of donor-restricted funds that All Chicago must hold in perpetuity or for a donor-specified period(s), as well as board-designated funds. The overall objectives of the investment policy of All Chicago, in order of importance, shall be the safety of principal, liquidity, and competitive rate of return.

Strategies Employed for Achieving Objectives -

The total return strategy is adopted for the donor-restricted endowment. It can assume a moderate level of risk, with growth as the primary objective and income secondary. These are expected to be achieved through a diversified asset allocation portfolio that includes (a) an allocation target of 60% equities and 40% fixed income; (b) investment in both domestic and international securities across all market capitalizations; and (c) investment in mutual funds, both opened and closed, but not in individual stocks.

Spending Policy and How the Investment Objectives Relate to Spending Policy -

In accordance with All Chicago's investment policy, all income, including dividends and interest earnings, and net appreciation from the endowment funds, are reinvested into the individual endowment funds. The board will direct these funds for the operation of All Chicago when needed. In the short term, All Chicago is strategically building operating revenues and has been appropriating investment income for operations.

In establishing this policy, All Chicago considered the long-term expected return, particularly of its donor-restricted endowment funds. All Chicago expects the current spending policy to allow its endowment to grow at a rate commensurate with the expected return for a diversified portfolio consisting of a balanced mix of equity and fixed income investments. This is consistent with All Chicago's objective to maintain the original value of the endowment assets held in perpetuity as well as to provide additional real growth through investment returns.

(16) CONCENTRATIONS OF GRANTS:

All Chicago received approximately 70% and 64% of its total public support and revenue from the Chicago Department of Family and Support Services, the Illinois Department of Health and Human Services, and the U.S. Department of Housing and Urban Development for the years ended December 31, 2020 and 2019, respectively.



Certified Public Accountants

4320 WINFIELD ROAD, SUITE 450
WARRENVILLE, IL 60555
630 665 4440

duganlopatka.com

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

To the Board of Directors of
All Chicago Making Homelessness History:

We have audited, 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, the financial statements of All Chicago Making Homelessness History (All Chicago) which comprise the statement of financial position as of December 31, 2020, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements and have issued our report thereon dated May 10, 2021.

Internal Control over Financial Reporting

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

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

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

MEMBER

IN PACT

INTERNATIONAL ALLIANCE OF
PROFESSIONAL ACCOUNTANTS

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*

Page two

Compliance and Other Matters

As part of obtaining reasonable assurance about whether All Chicago's financial statements are free of 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 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 over financial reporting and compliance and the result of that testing, and not to provide an opinion on the effectiveness of All Chicago's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering All Chicago's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



DUGAN & LOPATKA

Warrenville, Illinois
May 10, 2021



Certified Public Accountants

4320 WINFIELD ROAD, SUITE 450
WARRENVILLE, IL 60555
630 665 4440

duganlopatka.com

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

To the Board of Directors of
All Chicago Making Homelessness History:

Report on Compliance for Each Major Federal Program

We have audited All Chicago Making Homelessness History's (All Chicago) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of All Chicago's major federal programs for the year ended December 31, 2020. All Chicago'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 All Chicago'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 All Chicago's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on All Chicago's compliance.

MEMBER

INPACT

INTERNATIONAL ALLIANCE OF
PROFESSIONAL ACCOUNTANTS

Opinion on Each Major Federal Program

In our opinion, All Chicago 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, 2020.

Report on Internal Control over Compliance

Management of All Chicago is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered All Chicago's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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 All Chicago's internal control over compliance.

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

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

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


DUGAN & LOPATKA

ALL CHICAGO MAKING HOMELESSNESS HISTORY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2020

Federal Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor	Pass- Through Number	Passed Through to Sub-Recipients	Total Program Expenditures
Department of Housing and Urban Development:					
Continuum of Care	14.267				\$ 218,293
Continuum of Care	14.267				154,461
Continuum of Care	14.267				254,540
Continuum of Care	14.267				830,057
Continuum of Care	14.267	Corporation for Supportive Housing	19006-C		<u>78,528</u>
Total Continuum of Care					<u>1,535,879</u>
Emergency Solutions Grants Program	14.231	City of Chicago Department of Family and Supportive Services	85383		1,579,798
Emergency Solutions Grants Program	14.231	City of Chicago Department of Family and Supportive Services	85754		361,510
Emergency Solutions Grants Program- COVID 19	14.231	City of Chicago Department of Family and Supportive Services	134797		357,693
Emergency Solutions Grants Program- COVID 19	14.231	City of Chicago Department of Family and Supportive Services	134986		1,554,648
Emergency Solutions Grants Program	14.231	City of Chicago Department of Family and Supportive Services	136352		<u>7,725</u>
Total Emergency Solutions Grants Program				<u>\$ 751,761</u>	<u>3,861,374</u>
Total Department of Housing and Urban Development				<u>\$ 751,761</u>	<u>5,397,253</u>

ALL CHICAGO MAKING HOMELESSNESS HISTORY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2020

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor</u>	<u>Pass- Through Number</u>	<u>Passed Through to Sub-Recipients</u>	<u>Total Program Expenditures</u>
Department of Health and Human Services:					
Substance Abuse and Mental Health Services	93.243	AIDS Foundation of Chicago			\$ <u>5,948</u>
Community Service Block Grant	93.569	City of Chicago Department of Family and Supportive Services	136120		459,772
Community Service Block Grant- COVID 19	93.569	City of Chicago Department of Family and Supportive Services	134798		<u>180,803</u>
Total Community Service Block Grant					<u>640,575*</u>
Total Department of Health and Human Services					<u>646,523</u>
Department of Treasury:					
Coronavirus Relief Fund	21.019	Illinois Department of Human Services	FCSZH05516		<u>1,557,815*</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				<u>\$ 751,761</u>	<u>\$ 7,601,591</u>

*Major programs

ALL CHICAGO MAKING HOMELESSNESS HISTORY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2020

Note A - Basis of Presentation:

The accompanying schedule of expenditures of federal awards includes the federal award activity of All Chicago Making Homelessness History (All Chicago) under programs of the federal government for the year ended December 31, 2020. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of All Chicago, it is not intended to, and does not, represent the financial position, changes in net assets, or cash flows of All Chicago.

Note B - Summary of Significant Accounting Policies:

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

Note C - Indirect Cost Rates:

All Chicago has elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note D - Non-Cash Awards:

All Chicago did not have any outstanding federal loans or loan guarantees or insurance at December 31, 2020, and did not receive any federal non-cash awards during the year ended December 31, 2020.

ALL CHICAGO MAKING HOMELESSNESS HISTORY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2020

PART 1: SUMMARY OF AUDIT RESULTS:

1. The auditor's report expresses an unmodified opinion on whether the financial statements of All Chicago Making Homelessness History (All Chicago) were prepared in accordance with GAAP.
2. No material weaknesses were disclosed during the audit of the financial statements. No significant deficiencies related to the audit of the financial statements are reported.
3. No instances of noncompliance material to the financial statements of All Chicago were disclosed during the audit.
4. There were no material weaknesses in internal control over major federal award programs disclosed during the audit of the major federal award programs. No significant deficiency related to the audit of the major federal awards program is reported.
5. The auditor's report on compliance for the major federal award programs for All Chicago expresses an unmodified opinion on all major federal programs.
6. There are no audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a).
7. The programs tested as major programs included:
 - 93.569 Community Service Block Grant
 - 21.019 Coronavirus Relief Fund
8. The threshold for distinguishing Types A and B programs was \$750,000.
9. All Chicago was determined to be a low-risk auditee.

PART 2: FINDINGS - FINANCIAL STATEMENTS AUDIT (GAGAS):

There were no audit findings or questioned costs.

PART 3: FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS
AUDIT:

There were no audit findings or questioned costs.

ALL CHICAGO MAKING HOMELESSNESS HISTORY
SCHEDULE OF PROGRAM EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2020

	Private Emergency Assistance	Private Student Emergency Assistance	State Homeless Prevention and Emergency Lodging	DFSS Rental Assistance	Rapid Rehousing and Expedited Housing	Continuum of Care	2020 Total
Salaries and related expenses:							
Salaries	\$ 11,996	\$ 46,955	\$ 366,148	\$ 195,295	\$ 357,786	\$ 1,052,869	\$ 2,031,049
Payroll taxes	1,200	4,178	29,848	16,168	31,767	82,485	165,646
Employee benefits	1,480	4,265	39,400	22,714	46,256	124,642	238,757
Total salaries and related expenses	14,676	55,398	435,396	234,177	435,809	1,259,996	2,435,452
Other expenses:							
Pass through to partner agencies for client assistance	6,249	-	6,279,928	-	831,327	1,624	7,119,128
Direct client assistance	986,612	1,214,864	4,280,795	1,135,538	2,087,241	-	9,705,050
Professional fees	-	85	35	5,663	65,080	176,331	247,194
Information technology	431	1,644	15,615	10,199	16,464	236,080	280,433
Occupancy expenses	1,131	4,661	23,557	13,792	27,994	112,510	183,645
Office supplies and expenses	142	2,877	7,447	10,283	28,140	28,484	77,373
Insurance	62	169	848	591	2,543	6,080	10,293
Travel	-	-	11	292	589	9,386	10,278
Education, conferences and meetings	30	70	331	298	423	9,480	10,632
Lived experience costs	-	-	-	-	-	21,321	21,321
Marketing and public relations	94	53	862	249	3,060	472	4,790
In-kind services	-	-	-	-	-	101,568	101,568
Interest	-	-	-	-	-	1,106	1,106
Other operating expenses	186	565	1,250	658	2,979	1,147	6,785
Total other expenses	994,937	1,224,988	10,610,679	1,177,563	3,065,840	705,589	17,779,596
Total expenses before depreciation and impairment	1,009,613	1,280,386	11,046,075	1,411,740	3,501,649	1,965,585	20,215,048
Depreciation	181	673	4,118	2,251	6,077	31,240	44,540
Impairment loss	-	-	-	-	-	211,648	211,648
Total depreciation and impairment	181	673	4,118	2,251	6,077	242,888	256,188
Total program service expenses	\$ 1,009,794	\$ 1,281,059	\$ 11,050,193	\$ 1,413,991	\$ 3,507,726	\$ 2,208,473	\$ 20,471,236

The accompanying notes are an integral part of this statement.