

Long Island Housing Services Inc.
(A Non-profit Organization)

Financial Statements
(Together with Independent Accountant's Audit Report)

For the Year Ended June 30, 2024

LONG ISLAND HOUSING SERVICES, INC.
TABLE OF CONTENTS
JUNE 30, 2024

	<u>Page(s)</u>
Independent Auditor's Report	1-2
Financial Statements:	
Statement of Financial Position	3
Statement of Activities	4
Statement of Cash Flows	5
Statement of Functional Expenses	6
Notes to Financial Statements	7-14
Supplementary Information:	
Schedule of Expenditures of Federal Awards for the Year Ended June 30, 2024	15
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	16-17



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Long Island Housing Services, Inc.

New York, New York

Opinion

I have audited the accompanying financial statements of Long Island Housing Services, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Long Island Housing Services, Inc. as of June 30, 2024 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.

Basis for Opinion

I conducted my 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. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of Long Island Housing Services, Inc. and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 Long Island Housing Services, Inc. ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 auditor's report that includes my 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 generally accepted auditing standards 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 aggregate, they would influence the judgment made by a reasonable user based on the financial statements.



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In performing an audit in accordance with generally accepted auditing standards and Government Auditing Standards, I:

- 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 Long Island Housing Services, Inc. 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 my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Long Island Housing Services, Inc. ability to continue as a going concern for a reasonable period of time.

I am 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 I identified during the audit.

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, I have also issued my report dated January 24, 2025, on my consideration of Long Island Housing Services, Inc. internal control over financial reporting and on my 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 my 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 Long Island Housing Services, Inc. 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 Long Island Housing Services, Inc. internal control over financial reporting and compliance.

Long Island Financial Management Services

February 4, 2025

Wantagh, New York

Long Island Housing Services, Inc.
Statement of Financial Position
As of June 30, 2024

Assets

Cash and Cash Equivalents (Notes B)	\$ 1,376,978
Grants and Contracts Receivable (Note C & O)	349,134
Prepaid Expenses (Note D)	21,934
Property and Equipment, net (Note E)	39,183
Security Deposit	5,797
Total Assets	<u>\$ 1,793,026</u>

Liabilities and Net Assets

Liabilities

Accounts Payable & Accrued Expenses (Note F)	\$ 14,932
Accrued Payroll & Related Liabilities (Note G)	37,802
Accrued Compensated Absences (Note H)	98,586
Deferred Revenue (Note I)	55,858
Total Liabilities	<u>207,178</u>

Net Assets

Without Donor Restriction	1,520,081
With Donor Restriction (Note M)	65,767
Total Net Assets	<u>1,585,848</u>
Total Liabilities and Net Assets	<u>\$ 1,793,026</u>

See Independent Auditor's Report and Notes to Financial Statements

Long Island Housing Services, Inc.
Statement of Activities
For the Year Ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
	<u> </u>	<u> </u>	<u> </u>
Support And Revenues:			
Government and Grant Revenue	\$ 1,935,842	\$ -	\$ 1,935,842
In-Kind Legal Services (Note K)	3,350	-	3,350
Grant Revenue	3,745	-	3,745
Settlement Income	71,500	167,500	239,000
Contributions	15,888	-	15,888
Training Revenue	4,100	-	4,100
Interest Income	12,494	-	12,494
Total Revenues	<u>2,046,919</u>	<u>167,500</u>	<u>2,214,419</u>
Expenses:			
Program Services	1,934,197	-	1,934,197
Management and General	161,412	-	161,412
Fundraising and Development	32,280	-	32,280
Total Expenses	<u>2,127,889</u>	<u>-</u>	<u>2,127,889</u>
Operating Change in Net Assets	<u>(80,970)</u>	<u>167,500</u>	<u>86,530</u>
Net Assets Released from Restrictions	<u>258,658</u>	<u>(258,658)</u>	<u>-</u>
Change in Net Assets	<u>177,688</u>	<u>(91,158)</u>	<u>86,530</u>
Net Assets at Beginning of Year	<u>1,342,393</u>	<u>156,925</u>	<u>1,499,318</u>
Net Assets at End of Year	<u>\$ 1,520,081</u>	<u>\$ 65,767</u>	<u>\$ 1,585,848</u>

See Independent Auditor's Report and Notes to Financial Statements

Long Island Housing Services, Inc.
Statement of Cash Flows
For the Year Ended June 30, 2024

Cash Flow from Operating Activities:	
Change in Net Assets	\$ 86,530
Adjustments to reconcile change in net assets to net cash from operating activities:	
Depreciation	14,877
Changes in Operating Assets and Liabilities	
Decrease in Grants and Contracts Receivable	369,484
Decrease in Prepaid Expenses	1,792
Decrease in Accounts Payable and Accrued Expenses	(1,799)
Decrease in Accrued Payroll and Related Liabilities	(8,340)
Increase in Accrued Compensated Balances	10,805
Decrease in Deferred Revenue	(150,017)
Net Cash Provided by Operating Activities	<u>\$ 323,332</u>
Net Increase in Cash	\$ 323,332
Cash at Beginning of Year	<u>\$ 1,053,646</u>
Cash at End of Year	<u><u>\$ 1,376,978</u></u>

Supplemental Required Disclosure: Interest Expense paid in 2024 - \$0

See Independent Auditor's Report and Notes to Financial Statements

Long Island Housing Services, Inc.
Statement of Functional Expenses
For the Year Ended June 30, 2024

	<u>Program</u> <u>Services</u>	<u>Management</u> <u>and General</u>	<u>Fundraising</u> <u>and</u> <u>Development</u>	<u>Total</u>
Salaries	\$ 1,342,049	\$ 19,920	\$ 23,487	\$ 1,385,456
Payroll Taxes and Employee Benefits	267,923	1,007	1,797	270,727
Professional and Consulting Fees	94,742	74,807	3,000	172,549
Office Expenses	27,205	8,114	780	36,099
Occupancy	129,456	12,156	-	141,612
Equipment	3,228	3,711	-	6,939
Travel	30,502	2,777	-	33,279
Insurance	4,741	9,770	-	14,511
Payroll Fees and Recruiting	7,687	2,313	-	10,000
Dues, Charges & Subscriptions	4,823	3,393	1,150	9,366
Postage and Delivery	3,582	2,480	-	6,062
Marketing and Advertising	5,187	2,141	575	7,903
Contributed Services-Legal	-	3,350	-	3,350
Conferences and Training	13,072	596	1,491	15,159
Depreciation	-	14,877	-	14,877
Total Expenses	<u>\$ 1,934,197</u>	<u>\$ 161,412</u>	<u>\$ 32,280</u>	<u>\$ 2,127,889</u>

See Independent Auditor's Report and Notes to Financial Statements

LONG ISLAND HOUSING SERVICES, INC.
(A NON-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE A: NATURE OF ORGANIZATION

Long Island Housing Services, Inc. (the "Organization") is a private, nonprofit, fair housing counseling and enforcement agency which provides its services throughout Nassau and Suffolk Counties in New York State. The mission of the Organization is the elimination of unlawful housing discrimination and promotion of decent and affordable housing through advocacy and education. The Organization was established in 1969.

In the matter of fair housing, the Organization assists in investigations, informal resolution or complaint filing and facilitates enforcement of fair housing laws through administrative or judicial action. The Organization provides education and advocacy services regarding topics of fair housing and unlawful discrimination, tenants' rights, mortgage issues related to purchase, refinance, delinquency foreclosure prevention and anti-predatory lending. The Organization does not charge fees to the clients it serves.

The Organization was incorporated in 1977 and is exempt from federal income taxes as an organization (not a private foundation) formed for charitable purposes under Section 501(c)(3) of the Internal Revenue Code. Donors may deduct contributions made to the Organization within the requirements of the Code.

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Long Island Housing Services, Inc. is presented to assist in understanding the Organization's financial statements. The financial statements and notes are representations of the Organization's management, who is responsible for the integrity and objectivity of the financial statements. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

Basis of Accounting

The accompanying financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The *Financial Accounting Standards Board* (FASB), is the standard-setting body for establishing accounting and reporting principles.

Financial Statement Presentation

Financial Statement Presentation -The Organization's net assets and related changes are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and related changes therein are reported as follows:

Net Assets Without Donor Restrictions – net assets available for use in general operations and not subject to donor-imposed stipulations or the donor-imposed restrictions have expired. All gifts and bequests are considered unrestricted unless specifically restricted by the donor.

LONG ISLAND HOUSING SERVICES, INC.
(A NON-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS, continued
FOR THE YEAR ENDED JUNE 30, 2024

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial Statement Presentation (continued)

Net Assets with Donor Restrictions – net assets subject to donor-imposed (or certain grantor-imposed) restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates those resources be maintained permanently. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed or when the stipulated purpose for which the resource was restricted has been fulfilled, or both. The Organization has \$65,767 of donor restricted net assets as of June 30, 2024.

Recent Accounting Pronouncements

In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842), which requires lessees to recognize leases on the statement of financial position and disclose key information about leasing arrangements. The new standard establishes a right-of-use (“ROU”) model that requires a lessee to recognize a ROU asset and lease liability on the statement of financial position for most leases with terms longer than 12 months. Leases will be classified as finance or operating, with classification affecting the pattern and classification of the expense recognition in the statement of activities. The effective date for this standard has been delayed to annual reporting periods beginning after December 15, 2021, and interim periods within fiscal years beginning after December 15, 2022. A modified retrospective transition approach is required for lessees for capital and operating leases existing at, or entered into after, the beginning of the earliest comparative period presented in the financial statements, with certain practical expedients available. As of June 30, 2024, the Organization had no leases that would be subject to ASU 2016-02.

New Accounting Pronouncements Not Yet Effective

FASB has issued certain accounting standards updates as of June 30, 2024, that will become effective in subsequent periods. Management believes that none of the updates would have significantly affected the Organization’s financial accounting measures or disclosures had they been in effect during the fiscal year ended June 30, 2024, and does not believe that any of those pronouncements will have a significant impact on the Organization’s financial statements at the time that they become effective.

LONG ISLAND HOUSING SERVICES, INC.
(A NON-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS, continued
FOR THE YEAR ENDED JUNE 30, 2024

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue and Expense Recognition

Revenues are generally recognized when earned and expenses are generally recognized when incurred. Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. Contributions of assets, other than cash are recorded at their estimated fair value at the date of contribution.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with an original maturity of three months or less when purchased to be cash and cash equivalents. The Organization's cash accounts are maintained at financial institutions which provide Federal Depository Insurance Coverage (FDIC) for this type of account.

Use of Estimates

The process of preparing financial statements in conformity with generally accepted accounting principles requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

Functional Expenses Allocation

All costs of providing various programs, other activities and general expenses have been summarized in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Directly identifiable expenses are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the basis of periodic time and expense studies. Management and general 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.

In-kind Contributions

Long Island Housing Services, Inc. receives, recognizes, and records, in-kind contributions when services or goods are donated that: 1) create or enhance nonfinancial assets or 2) requires specialized skills and is provided by someone possessing those skills and typically would be purchased, if not donated. In-kind contributions are recorded at fair market value as unrestricted donated services for the respective recipient program, on the schedule of functional expenses and on the statement of activities. Contributed services or goods that do not meet the above criteria are not recognized as revenue in the accompanying financial statements.

LONG ISLAND HOUSING SERVICES, INC.
(A NON-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS, continued
FOR THE YEAR ENDED JUNE 30, 2024

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Tax Status

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. The Organization believes it has no uncertain tax positions as of June 30, 2024, in accordance with Accounting Standards Codification (“ASC”) Topic 740, “Income Taxes,” which provides standards for establishing and classifying any tax provisions for uncertain tax positions.

Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. U.S. GAAP establishes a fair value hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring the most observable units be used when available. Observable inputs are those that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Organization. Unobservable inputs reflect the Organization’s assumption about inputs market participants would use at the measurement date.

The fair value hierarchy is categorized into three levels based on inputs as follows:

Level 1 – Valuation based on unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 – Valuation based on quoted prices for similar assets or liabilities in active markets; for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liabilities; or inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 – Valuation based on inputs that are unobservable and significant to the overall fair value measurement.

A financial instrument’s level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Grants and Contracts Receivable

Grants and contracts receivable are comprised of federal, state, county and various other funds expected to be received within the upcoming year. Based on payment history and subsequent receipts, management believes that no allowance for uncollectible amounts is necessary.

LONG ISLAND HOUSING SERVICES, INC.
(A NON-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS, continued
FOR THE YEAR ENDED JUNE 30, 2024

NOTE C: GRANTS AND CONTRACTS RECEIVABLE

As of June 30, 2024, Grants and Contracts Receivables totaled \$349,134. These amounts are generally collected within one year. The Organization did not have any write-offs of prior year receivables for the year ended June 30, 2024. The Organization believes the remainder of its receivables to be fully collectible; accordingly, no allowance for doubtful accounts was recorded against this balance.

NOTE D: PREPAID EXPENSES

Prepaid expenses totaled \$21,934 as of June 30, 2024. The amounts included in prepaid expenses were for insurance premiums paid in advance, storage fees paid in advance and prepaid postage.

NOTE E: PROPERTY, EQUIPMENT, AND LEASEHOLD IMPROVEMENTS

Fixed assets are recorded when placed into service at their cost. All fixed assets are depreciated on a straight-line basis over their estimated useful life; the estimated useful life for computers and equipment is 5 years. Depreciation expense for the year totaled \$14,877.

Property and equipment consist of the following at June 30, 2024:

Computers and Equipment	\$	177,970
Less: Accumulated Depreciation		(138,787)
	\$	<u>39,183</u>

NOTE F: ACCOUNTS PAYABLE AND ACCRUED EXPENSES

Accrued expenses appearing on the Statement of Financial Position as of June 30, 2024 in the amount of \$14,932 are for expenses and professional fees incurred in the normal course of operations and are unpaid as of June 30, 2024.

NOTE G: ACCRUED PAYROLL AND RELATED LIABILITIES

Accrued payroll totaling \$37,802 appearing on the Statement of Financial Position as of June 30, 2024, is related to payroll costs incurred for June wages that were paid in July.

LONG ISLAND HOUSING SERVICES, INC.
(A NON-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS, continued
FOR THE YEAR ENDED JUNE 30, 2024

NOTE H: ACCRUED COMPENSATED ABSENCES

The Organization provides employees paid time for vacation, sick and personal days, depending on job classification, length of service, and other factors. Employees may carry over a balance of vacation days from one year to the next depending on the number of years of employment as follows: after the 1st and 2nd year of employment 10 days, after the 3rd, 4th and 5th year of employment 15 days and after the 6th year and thereafter of employment 20 days. Full-time employees with six months of continuous experience will be entitled to receive the unused vacation pay upon termination or voluntary resignation. Employees can accumulate up to 168 hours of sick leave. Sick days beyond 168 are forfeited. Unused sick time will not be compensated upon separation of employment. Unused personal days are converted to sick days on the employee's anniversary. The total accrual as of June 30, 2024, was \$98,586.

NOTE I: DEFERRED REVENUE

Deferred revenue appearing on the Statement of Financial Position as of June 30, 2024, in the amount of \$55,858 represents unearned grant and contract revenue that is expected to be earned in the subsequent year.

NOTE J: DEFINED CONTRIBUTION RETIREMENT PLAN 403(b)

The Organization offers its full-time employees who have completed one full year of service an employer contribution to a 403(b) account equivalent to 1% of their annualized, base salary. At each anniversary, the Organization will make such an annual contribution. This benefit is subject to availability of funds and revision or termination at the discretion of the Organization. The total related expense for the year ended June 30, 2024, was \$11,201.

NOTE K: CONTRIBUTED SERVICES

The Organization recognizes contributed services revenue when either the service (a) creates or enhances a long-lived asset or (b) requires specialized skills, that are provided by individuals possessing those skills and would typically need to be purchased if not provided by contribution. The amounts reflected in the accompanying financial statements as contributed services revenue is offset by like amounts included in the appropriate expenses. The Organization received \$3,350 of donated legal services for the year ended June 30, 2024.

NOTE L: LIQUIDITY DISCLOSURE

The Organization's financial assets available within one year of the balance sheet date for general expenditures are as follows:

Cash and Cash Equivalents	\$ 1,376,978
Grants and Contracts Receivable	349,134
Less: Donor Restricted Net Assets	<u>(65,767)</u>
	<u>\$ 1,660,345</u>

LONG ISLAND HOUSING SERVICES, INC.
(A NON-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS, continued
FOR THE YEAR ENDED JUNE 30, 2024

NOTE M: NET ASSETS WITH DONOR RESTRICTIONS

As of June 30, 2024, Net Assets with Donor Restrictions totaled \$65,767. The restrictions are related to settlement revenue received during the current fiscal year. The Organization must obtain written approval to spend these funds.

NOTE N: CONCENTRATIONS OF CREDIT RISK

- A. The Organization receives a substantial portion of its funding from contracts and grants which are subject to audit by government agencies (Agencies). Such audits may result in disallowances and a request for a return of funds. There are no open audits from the Agencies and the Organization is not aware of any disallowances that may result in a request for a return of funds.
- B. During the year ended June 30, 2024, the Organization received approximately 54% of its total revenue from two funders.

NOTE O: REVENUE FROM CONTRACTS WITH CUSTOMERS

Disaggregation

The following table disaggregates the revenue from the Organization's revenue from contracts with customers based on the timing of satisfaction of performance obligations for the year ended June 30, 2024:

Disaggregation of Revenue:

Revenue recognized over time:

Earned Income from contracted services	\$ 1,935,842
Total revenue from contracts with customers	\$ 1,935,842

The fiscal year 2024 activity and balances of the receivable from contracts with customers for the year ended June 30, 2024, is as follows:

Contract Assets:	Contracted Services
Balance at June 30, 2023	\$ 717,686
Collections during the year	(717,686)
Satisfaction of performance obligation prior to entitlement to payment	347,484
Balance at June 30, 2024	\$ 347,484

LONG ISLAND HOUSING SERVICES, INC.
(A NON-PROFIT ORGANIZATION)
NOTES TO FINANCIAL STATEMENTS, concluded
FOR THE YEAR ENDED JUNE 30, 2024

NOTE P: COVID-19 PANDEMIC

The outbreak of a novel coronavirus (COVID-19), which the World Health Organization declared in March 2020 to be a pandemic, continues to spread throughout the United States of America and the globe. The extent of the ultimate impact of the pandemic on the Organization's operational and financial performance will depend on various developments, including the duration and spread of the outbreak, and its impact on funders, consumers, employees, and vendors, all of which cannot be reasonably predicted at this time. The Organization will continue to monitor and evaluate the nature and extent of the impact on its ongoing activities and the potential effect on future contributions or funding and expenses, financial condition, and liquidity.

NOTE Q: SUBSEQUENT EVENTS

On January 27, 2025 there were Executive Orders issued to pause multiple sources of federal funding. The Organization is a recipient of both direct federal grant funds and pass through federal funding. As of the report issuance date the impact of this Executive Order on the Organization's funding is unknown.

In connection with the preparation of financial statements, the Organization evaluated subsequent events after the financial statement date of June 30, 2024, thru February 4, 2025, which is the date the financial statements are available to be issued, for possible disclosure and recognition in the financial statements, and it was determined there were no further matters requiring disclosure, other than the potential impact of the COVID-19 pandemic, disclosed in Note P above.

LONG ISLAND HOUSING SERVICES, INC.
(A NON-PROFIT ORGANIZATION)
SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	ALN NUMBER	FEDERAL EXPENDITURES
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:		
<u>Direct Programs:</u>		
Education and Enforcement Initiative	14.416	\$ 59,312
Private Enforcement Initiative	14.418	116,031
HUD FHIP Private Enforcement Initiative-American Rescue Plan	14.418	159,441
<u>Passed-through Programs From:</u>		
State of New York Mortgage Agency	14.169	57,164
New York State Housing Finance Agency: Housing Counseling Assistance Program		
County of Nassau Office of Housing and Intergovernmental Affairs Community Development Block Grants/Entitlement Grants	14.218	155,604
County of Suffolk Office of Community Development Agency Community Development Block Grants/Entitlement Grants	14.218	32,985
Town of Babylon Community Development Agency Community Development Block Grants/Entitlement Grants	14.218	13,000
Town of Huntington Community Development Agency Community Development Block Grants /Entitlement Grants	14.218	15,094
Town of Islip Community Development Agency Community Development Block Grants /Entitlement Grants	14.218	40,000
Total Expenditures of Federal Awards		\$ 648,631



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 Long Island Housing Services, Inc.

I 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 Long Island Housing Services, Inc., which comprise the statement of financial position as of June 30, 2024, and the related statements of activities and changes in net assets, expenses by function and natural classification and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated February 4, 2025.

Internal Control over Financial Reporting

In planning and performing my audit of the financial statements, I considered the Long Island Housing Services, Inc.'s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Long Island Housing Services, Inc.'s internal control. Accordingly, I do not express an opinion on the effectiveness of the Long Island Housing Services, Inc.'s internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Long Island Housing Services, Inc.'s financial statements are free from material misstatement, I 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 my audit, and accordingly, I 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*.



EXPERIENCE

INTEGRITY

SERVICE

LIFMS is a certified Woman Owned Business

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results 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.

Long Island Financial Management Services

February 4, 2025