

**Family Tree, Inc.**  
**Single Audit Report**  
*For the Year Ended*  
*June 30, 2023*

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## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Family Tree, Inc.

### Report on the Audit of the Schedule of Expenditures of Federal Awards

#### ***Opinion***

We have audited the schedule of expenditures of federal awards of Family Tree, Inc. (a nonprofit corporation) for the year ended June 30, 2023, and the related notes (the schedule).

In our opinion, the accompanying schedule of expenditures of federal awards presents fairly, in all material respects, the expenditures of federal awards of Family Tree, Inc. for the year ended June 30, 2023, in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis of Opinion***

We conducted our audit 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). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Schedule section of our report.

We are required to be independent of Family Tree, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Responsibilities of Management for the Schedule***

Management is responsible for the preparation and fair presentation of the schedule 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 the schedule that is free from material misstatement, whether due to fraud or error.

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

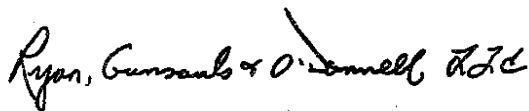
Our objectives are to obtain reasonable assurance about whether the schedule as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is

not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the schedule.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the schedule, 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 schedule.
- 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 Family Tree, Inc.'s 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 schedule.

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



Denver, Colorado  
October 31, 2023

**Family Tree, Inc.**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2023**

<u>Federal grantor/pass-through grantor/program or cluster title</u>	<u>Assistance</u> <u>listing</u> <u>number</u>	<u>Pass-through entity</u> <u>ID No./grant ID</u>	<u>Amounts passed</u> <u>to subrecipients</u>	<u>Total federal</u> <u>expenditures</u>
<b>U.S. Department of Agriculture</b>				
Passed through: State of Colorado Department of Public Health & Environment				
Child and Adult Food Care Program	10.558		\$ -	\$ 7,318
<b>Total U.S. Department of Agriculture</b>			<b>-</b>	<b>7,318</b>
<b>U.S. Department of Housing and Urban Development</b>				
Direct:				
Supportive Housing Program	14.267	CO0052L8T032114	-	468,276
Supportive Housing Program	14.267	CO0052L8T032215	-	291,407
Supportive Housing Program	14.267	CO0133L8T032005	10,654	99,243
Supportive Housing Program	14.267	CO0133L8T032106	76,418	489,114
Passed through:				
Volunteers of America Colorado Branch - Supportive Housing Program				
Youth Transition Project	14.267	CO0059L8T032114	-	177,246
Youth Transition Project	14.267		-	71,320
Colorado Coalition for the Homeless				
Rapid Rehousing Demonstration	14.267	CO0165L8T032001	-	35,429
Rapid Rehousing Demonstration	14.267	CO0165L8T032203	-	11,740
Metro Denver Homeless Initiative				
CARES Emergency Solutions Grants Program	14.231	H1ESG90031	-	40,000
Colorado Department of Local Affairs				
Emergency Shelter Grants Program	14.231	H2ESG31934	-	65,450
CARES Emergency Shelter Grants Program	14.231	HIESG91059	-	103,623
Emergency Shelter Grants Program	14.231	H2ESG31966	-	69,232
Emergency Shelter Grants Program	14.231		-	53,982
Emergency Shelter Grants Program	14.231	ESG20	-	9,886
Permanent Supportive Housing Program	14.267	H2COC22004	-	14,320
Permanent Supportive Housing Program	14.267	H3COC32981	-	197,363
Emergency Shelter Grants Program	14.228	H3CDB33357	-	15,178
Arapahoe County				
Community Development Block Grant	14.218	ENPS2209	-	20,250
Community Development Block Grant	14.218	ACPF2105	-	202,567
Emergency Rental Assistance	21.023		-	505
City of Arvada				
Community Development Block Grant	14.218	B-21-MC-08-0001	-	15,000
Jefferson County				
CARES Pass through Community Development Block Grant	14.218		-	83,768
Enterprise Community Partners, Inc.				
Capacity Building for Community Development and Affordable Housing Grant	14.252	22SG2291	-	19,514
Douglas County Department of Human Services				
Community Project Funding	14.521	B-22-CP-CO-0166	-	5,000
<b>Total U.S. Department of Housing and Urban Development</b>			<b>\$ 87,072</b>	<b>\$ 2,559,413</b>

*Continued*

*See the accompanying independent auditors' report and notes to the schedule of expenditures of federal awards.*

**Family Tree, Inc.**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2023**

<u>Federal grantor/pass-through grantor/program or cluster title</u>	<u>Assistance</u> <u>listing</u> <u>number</u>	<u>Pass-through entity</u> <u>ID No./grant ID</u>	<u>Amounts passed</u> <u>to subrecipients</u>	<u>Total federal</u> <u>expenditures</u>
<b>U.S. Department of Justice</b>				
Passed through:				
Colorado Department of Public Safety, Division of Criminal Justice				
Victims of Crime Act Grant	16.575	2020-VA-21-539-01	\$ -	\$ 179,887
Adams County				
Byrne Justice Assistance Grants	16.753	2022-12	-	3,258
			<u>-</u>	<u>183,145</u>
<b>Total U.S. Department of Justice</b>				
<b>Federal Emergency Management Agency</b>				
Jefferson County	97.024	104200-001	-	37,500
Arapahoe County	97.024	098000-013	-	33,252
ARPAR Pass through Jefferson County	97.024	104200-001	-	67,225
ARPAR Pass through Arapahoe County	97.024	098000-013	-	44,737
			<u>-</u>	<u>182,714</u>
<b>Total Federal Emergency Management Agency</b>				
<b>U.S. Department of Health and Human Services</b>				
Passed through:				
Colorado Department of Human Services				
FVPSA CARES	93.671	22 IHFA 172456	-	29,751
Federal TANF Block Grant	93.558	23 IHFA 178320	-	17,072
COVID 19 - SLRF ARPA	21.027	23 IHFA 178320	-	5,021
FVPSA CARES	93.671	23 IHFA 178320	-	15,030
FVPSA	93.671	23 IHFA 178320	-	32,373
FVPSA	93.671		-	6,000
FVPSA	93.671	23 IHFA COVID 24	-	6,923
477 Cluster				
Adams County Department of Human Services				
Community Services Block Grant	93.569		-	754
Adams County				
Temporary Assistance for Needy Families	93.558	2021.644	-	79,666
Temporary Assistance for Needy Families	93.558	2021.646	-	411,281
Temporary Assistance for Needy Families	93.558		-	40,749
			<u>-</u>	<u>644,620</u>
<b>Total U.S. Department of Health and Human Services</b>				
<b>U.S. Department of Treasury: American Rescue Plan Act Funds</b>				
Passed through:				
Colorado Department of Public Safety, Division of Criminal Justice				
Coronavirus State and Local Fiscal Recovery Funds	21.027	2022-AR-23-126-01	-	214,177
The Victim Assistance and Law Enforcement Board of the 1st JD				
ARPA	21.027	2022-12	-	108,750
Jefferson County				
Emergency Rental Assistance Program 2 Grant	21.023		-	171,328
Arapahoe County				
ARPA	21.027		-	16,814
Coronavirus Relief Fund	21.019		-	1,200,000
			<u>-</u>	<u>1,711,069</u>
<b>U.S. Department of Treasury: Total American Rescue Plan Act Funds</b>				
<b>Total Expenditures of Federal Awards</b>			<b>\$ 87,072</b>	<b>\$ 5,288,279</b>

*See the accompanying independent auditors' report and notes to the schedule of expenditures of federal awards.*

**Family Tree, Inc.**  
**Notes to Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2023**

**Note 1: Basis of Presentation**

The accompanying schedule of federal expenditures of federal awards (the Schedule) includes the federal grant activity of Family Tree, Inc., and is presented on the accrual basis of accounting. 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 Family Tree, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of Family Tree, Inc.

**Note 2: Summary of Significant Accounting Policies**

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

Family Tree, Inc. has elected to not use the 10% de minimis cost rate as covered in the Uniform Guidance 2 CFR section 200.414 Indirect Costs.



**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***

Board of Directors  
Family Tree, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Family Tree, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated October 31, 2023.

**Report on Internal Control over Financial Reporting**

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

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

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

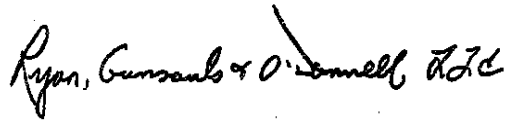
**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Family Tree, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.



### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Handwritten signature in black ink that reads "Ryan, Gursanb & O'Donnell, P.C." The signature is written in a cursive, flowing style.

Denver, Colorado  
October 31, 2023



## **INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Board of Directors  
Family Tree, Inc.

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

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

We have audited Family Tree, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Family Tree, Inc.'s major federal programs for the year ended June 30, 2023. Family Tree, Inc.'s major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Family Tree, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

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

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

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

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

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Family Tree, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform

Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Family Tree, Inc.'s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

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

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the

requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Ryan, Gursault & O'Donnell, P.C.*

Denver, Colorado  
October 31, 2023

**Family Tree, Inc.**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2023**

**Section I – Summary of Auditors’ Results:**

**Financial statements:**

- Type of auditors’ report issued: Unmodified
- Internal control over financial reporting:
  - Significant deficiency(ies) identified None reported
  - Material weakness(es) identified? No
- Noncompliance material to financial statements noted? No

**Federal awards:**

- Internal control over major program:
  - Significant deficiency(ies) identified None reported
  - Material weakness(es) identified? No
- Type of auditors’ report issued on compliance for major program Unmodified
- Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance, 2 CFR section 200.516(a) No

- Identification of major program:

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
21.019	Coronavirus Relief Fund
21.027	Coronavirus State & Local Recovery Fund

- Dollar threshold used to distinguish between type A and type B programs: \$750,000
- Auditee qualified as low-risk auditee? Yes

**Section II – Financial Statement Findings:**

None noted in current year audit.

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

None noted in current year audit.

**Family Tree, Inc.**  
**Summary Schedule of Prior Audit Findings**  
**For the Year Ended June 30, 2023**

There were no findings from the prior year that require an update in this report.