



**COALITION FOR THE HOMELESS, INC.
AND AFFILIATES**



coalition for the homeless

**CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
(Together with Independent Auditors' Report)**

YEARS ENDED JUNE 30, 2025 AND 2024

COALITION FOR THE HOMELESS, INC. AND AFFILIATES

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AND SUPPLEMENTARY INFORMATION
(Together with Independent Auditors' Report)**

YEARS ENDED JUNE 30, 2025 AND 2024

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CBIZ CPAs P.C.

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INDEPENDENT AUDITORS' REPORT

The Board of Directors of
Coalition for the Homeless, Inc. and Affiliates
New York, NY

Opinion

We have audited the consolidated financial statements of Coalition for the Homeless, Inc. and Affiliates (the "Agency"), which comprise the consolidated statements of financial position as of June 30, 2025 and 2024, and the related consolidated statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Agency as of June 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of the Agency and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 Consolidated Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 consolidated financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated financial statements.
- Obtain an understanding of internal control relevant to the audits 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 Agency'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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Agency's ability to continue as a going concern for a reasonable period of time.

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

Supplemental Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating information on pages 19 and 20 is presented for purposes of additional analysis of the consolidated financial statements rather than to present the financial position and changes in net assets of the individual entities and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

CBIZ CPAs P.C.

New York, NY
December 11, 2025

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS OF JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
Cash and cash equivalents (Notes 2D and 18)	\$ 5,108,693	\$ 8,871,423
Affiliates' reserve fund (Note 9)	<u>1,064,735</u>	<u>1,004,500</u>
Total cash, cash equivalents and restricted cash	6,173,428	9,875,923
Investments (Notes 2M, 2N, 4, 5 and 17)	20,636,342	17,161,465
Contributions receivable (Notes 2E, 2F and 6)	2,777,029	1,441,102
Grants receivable (Notes 2E, 2F and 7)	1,386,199	1,321,146
Prepaid expenses and other	482,196	484,598
Property and equipment, net (Notes 2G and 8)	16,880,454	16,570,749
Operating lease right-of-use assets (Note 19)	<u>94,468</u>	<u>140,108</u>
TOTAL ASSETS	<u><u>\$ 48,430,116</u></u>	<u><u>\$ 46,995,091</u></u>
 LIABILITIES		
Accounts payable and accrued expenses (Note 11)	\$ 816,241	\$ 1,304,462
Accrued vacation	478,997	514,332
Refundable advances (Note 2E)	60,296	61,573
Loans payable (Note 11)	3,301,822	2,729,036
Operating lease liabilities (Note 19)	<u>94,468</u>	<u>140,108</u>
TOTAL LIABILITIES	<u>4,751,824</u>	<u>4,749,511</u>
 COMMITMENTS AND CONTINGENCIES (Note 15)		
 NET ASSETS (Note 2C)		
Net assets without donor restrictions:		
Invested in property and equipment	13,578,632	13,841,713
Board designated (Note 17)	18,104,521	17,161,465
Operations	<u>9,786,996</u>	<u>11,515,513</u>
Total controlling interest	41,470,149	42,518,691
Noncontrolling interest	<u>(734,263)</u>	<u>(1,822,664)</u>
Total net assets without donor restrictions	40,735,886	40,696,027
Net assets with donor restrictions (Note 16)	<u>2,942,406</u>	<u>1,549,553</u>
TOTAL NET ASSETS	<u>43,678,292</u>	<u>42,245,580</u>
 TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 48,430,116</u></u>	<u><u>\$ 46,995,091</u></u>

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
CONSOLIDATED STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	Year Ended June 30, 2025			Year Ended June 30, 2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
PUBLIC SUPPORT AND OTHER REVENUE:						
Contributions (Note 2E)	\$ 8,878,427	\$ 3,942,000	\$ 12,820,427	\$ 7,520,699	\$ 3,227,051	\$ 10,747,750
Government support (Notes 2E and 15A)	5,243,560	-	5,243,560	5,191,275	-	5,191,275
Special events (net of direct expenses of \$1,463,918 and \$803,989 (Note 2K)	1,300,744	-	1,300,744	632,041	-	632,041
In-kind donations (Notes 2I and 12)	264,984	-	264,984	324,278	-	324,278
Bequests (Note 2E)	434,104	-	434,104	939,549	-	939,549
Lease income (Notes 2J and 13)	2,239,577	-	2,239,577	1,957,616	-	1,957,616
Investment income (Note 4)	1,344,444	-	1,344,444	897,560	-	897,560
Other income	257,730	-	257,730	292,742	-	292,742
Net assets released from restrictions (Note 16)	2,549,147	(2,549,147)	-	2,420,551	(2,420,551)	-
Total Public Support and Other Revenue	22,512,717	1,392,853	23,905,570	20,176,311	806,500	20,982,811
EXPENSES (Note 2H)						
Program Services:						
Advocacy	2,224,393	-	2,224,393	2,186,655	-	2,186,655
HIV/AIDS	3,238,131	-	3,238,131	2,866,892	-	2,866,892
Crisis intervention	4,780,280	-	4,780,280	4,245,073	-	4,245,073
Housing	1,825,173	-	1,825,173	1,471,181	-	1,471,181
Food services	2,732,221	-	2,732,221	2,623,498	-	2,623,498
Job training	926,994	-	926,994	780,209	-	780,209
Children's programs	2,061,582	-	2,061,582	1,819,023	-	1,819,023
Emergency goods	692,566	-	692,566	902,155	-	902,155
Emergency mail	92,158	-	92,158	124,324	-	124,324
Program Services	18,573,498	-	18,573,498	17,019,010	-	17,019,010
Supporting Services:						
Management and administration	1,571,119	-	1,571,119	1,556,003	-	1,556,003
Fundraising	1,441,550	-	1,441,550	1,309,628	-	1,309,628
Business rental	886,691	-	886,691	963,776	-	963,776
Supporting Services	3,899,360	-	3,899,360	3,829,407	-	3,829,407
Total Operating Expenses	22,472,858	-	22,472,858	20,848,417	-	20,848,417
CHANGE IN NET ASSETS	39,859	1,392,853	1,432,712	(672,106)	806,500	134,394
Net assets - beginning of year	40,696,027	1,549,553	42,245,580	41,368,133	743,053	42,111,186
NET ASSETS - END OF YEAR	\$ 40,735,886	\$ 2,942,406	\$ 43,678,292	\$ 40,696,027	\$ 1,549,553	\$ 42,245,580

The accompanying notes are an integral part of these consolidated financial statements.

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Totals for June 30, 2024)

	Program Services										Supporting Services					
	Advocacy	AIDS	Crisis				Children's Programs	Emergency Mail	Emergency Goods	Total Program Services	Management and		Business Rental	Total Supporting Services	Total 2025	Total 2024
			Intervention	Housing	Food Services	Job Training					Administration	Fundraising				
Salaries	\$ 1,305,491	\$ 871,743	\$ 1,836,110	\$ 393,818	\$ 602,821	\$ 567,480	\$ 960,574	\$ 63,439	\$ 219,509	\$ 6,820,985	\$ 837,825	\$ 350,357	\$ 153,058	\$ 1,341,240	\$ 8,162,225	\$ 7,455,756
Payroll taxes and other benefits (Note 14)	282,341	342,763	611,802	113,449	232,114	154,449	150,970	7,607	64,218	1,959,713	288,452	112,609	40,968	442,029	2,401,742	2,673,236
Total salaries and related expenses	1,587,832	1,214,506	2,447,912	507,267	834,935	721,929	1,111,544	71,046	283,727	8,780,698	1,126,277	462,966	194,026	1,783,269	10,563,967	10,128,992
Professional fees	365,571	38,391	179,879	267,942	28,292	21,382	224,657	2,627	2,739	1,131,480	101,445	676,276	54,606	832,327	1,963,807	1,437,583
Commercial insurance	36,863	113,000	45,386	76,946	20,184	11,714	129,067	2,529	1,567	437,256	21,644	8,723	11,890	42,257	479,513	436,317
Transportation	9,568	26,604	1,126	830	53,531	-	108,009	-	2,819	202,487	686	1,216	-	1,902	204,389	204,920
Supplies	19,836	7,710	15,462	42,706	84,443	8,449	135,026	257	152,047	465,936	31,506	585,779	912	618,197	1,084,133	749,047
Telephone	21,711	17,595	45,070	9,656	10,559	7,986	21,868	633	692	135,770	42,874	5,571	2,515	50,960	186,730	175,964
Bank charges and fees	5,049	5,513	6,932	189,345	2,375	1,757	1,894	205	233	213,303	7,823	150,245	1,423	159,491	372,794	162,672
Occupancy (Note 15)	72,958	47,361	100,502	292,622	49,872	25,492	70,495	3,190	3,351	665,843	44,795	14,212	181,114	240,121	905,964	841,224
Direct assistance to clients (Notes 2L and 19)	10,168	1,478,426	1,817,676	17,708	290	89,479	541	-	236,430	3,650,718	90	-	-	90	3,650,808	3,556,993
Advertising	2,047	-	163	-	1,401	1,468	-	-	-	5,079	9,129	2,780	-	11,909	16,988	217,748
Printing/duplication & list rental management	1,041	-	-	-	-	-	300	-	-	1,341	-	350,417	-	350,417	351,758	404,044
Conferences	16,467	3,060	9,731	2,615	2,678	3,761	7,224	186	208	45,930	22,547	25,687	529	48,763	94,693	91,277
Equipment maintenance	36,920	10,580	45,279	24,968	13,628	24,374	35,595	9,509	7,643	208,496	134,988	17,302	3,149	155,439	363,935	199,992
Food	-	128	-	-	1,595,890	-	129,913	-	-	1,725,931	-	-	-	-	1,725,931	1,556,190
Postage, shipping and messenger	4,316	2,438	5,279	2,560	1,782	1,339	4,196	154	175	22,239	3,055	180,287	505	183,847	206,086	111,382
Catering, entertainment and venue costs	-	-	-	-	-	-	-	-	-	-	-	396,130	-	396,130	396,130	367,651
Real estate taxes	-	-	-	14,601	-	-	-	-	-	14,601	-	-	86,599	86,599	101,200	96,250
Bad debt	-	258,395	-	128,982	2,644	40	-	-	-	390,061	5,568	9,725	-	15,293	405,354	63,712
Miscellaneous	9,356	4,924	9,780	43,114	5,552	2,421	6,186	283	321	81,937	11,630	15,256	17,801	44,687	126,624	173,877
Total other than personnel	611,871	2,014,125	2,282,265	1,114,595	1,873,121	199,662	874,971	19,573	408,225	9,398,408	437,780	2,439,606	361,043	3,238,429	12,636,837	10,846,843
Total expenses before depreciation and amortization	2,199,703	3,228,631	4,730,177	1,621,862	2,708,056	921,591	1,986,515	90,619	691,952	18,179,106	1,564,057	2,902,572	555,069	5,021,698	23,200,804	20,975,835
Depreciation and amortization (Note 8)	24,690	9,500	50,103	203,311	24,165	5,403	75,067	1,539	614	394,392	7,062	2,896	331,622	341,580	735,972	676,571
Sub-total	2,224,393	3,238,131	4,780,280	1,825,173	2,732,221	926,994	2,061,582	92,158	692,566	18,573,498	1,571,119	2,905,468	886,691	5,363,278	23,936,776	21,652,406
Less: cost of direct benefits to donors	-	-	-	-	-	-	-	-	-	-	-	(1,463,918)	-	(1,463,918)	(1,463,918)	(803,989)
TOTAL EXPENSES	\$ 2,224,393	\$ 3,238,131	\$ 4,780,280	\$ 1,825,173	\$ 2,732,221	\$ 926,994	\$ 2,061,582	\$ 92,158	\$ 692,566	\$ 18,573,498	\$ 1,571,119	\$ 1,441,550	\$ 886,691	\$ 3,899,360	\$ 22,472,858	\$ 20,848,417

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024

	Program Services										Supporting Services				Total 2024
	Advocacy	AIDS	Crisis Intervention	Housing	Food Services	Job Training	Children's Programs	Emergency Mail	Emergency Goods	Total Program Services	Management and Administration	Fundraising	Business Rental	Total Supporting Services	
Salaries	\$ 1,082,333	\$ 811,715	\$ 1,615,343	\$ 350,925	\$ 585,728	\$ 503,669	\$ 974,201	\$ 88,722	\$ 144,786	\$ 6,157,422	\$ 807,720	\$ 330,213	\$ 160,401	\$ 1,298,334	\$ 7,455,756
Payroll taxes and other benefits (Note 14)	<u>300,508</u>	<u>424,020</u>	<u>648,953</u>	<u>139,156</u>	<u>277,850</u>	<u>138,892</u>	<u>170,668</u>	<u>13,472</u>	<u>55,044</u>	<u>2,168,563</u>	<u>328,625</u>	<u>129,148</u>	<u>46,900</u>	<u>504,673</u>	<u>2,673,236</u>
Total salaries and related expenses	<u>1,382,841</u>	<u>1,235,735</u>	<u>2,264,296</u>	<u>490,081</u>	<u>863,578</u>	<u>642,561</u>	<u>1,144,869</u>	<u>102,194</u>	<u>199,830</u>	<u>8,325,985</u>	<u>1,136,345</u>	<u>459,361</u>	<u>207,301</u>	<u>1,803,007</u>	<u>10,128,992</u>
Professional fees	367,136	27,982	96,469	213,683	22,705	15,078	89,489	3,005	2,014	837,561	99,316	382,814	117,892	600,022	1,437,583
Commercial insurance	46,686	82,638	63,213	47,925	25,548	17,767	55,191	4,697	2,930	346,595	38,862	15,007	35,853	89,722	436,317
Transportation	10,502	23,156	252	67	51,173	54	107,946	-	49	193,199	9,381	2,340	-	11,721	204,920
Supplies	25,392	3,356	14,420	9,515	122,962	3,209	117,816	334	227,932	524,936	52,165	170,885	1,061	224,111	749,047
Telephone	24,193	15,949	41,439	9,809	13,010	9,612	17,253	1,155	707	133,127	33,835	6,570	2,432	42,837	175,964
Bank charges and fees	4,663	3,230	6,741	1,292	2,649	1,711	1,877	380	229	22,772	5,265	133,602	1,033	139,900	162,672
Occupancy (Note 15)	57,246	37,596	82,482	332,596	44,990	20,837	70,886	4,491	3,186	654,310	28,102	14,160	144,652	186,914	841,224
Direct assistance to clients (Notes 2L and 19)	8,508	1,411,303	1,611,109	22,430	290	43,248	2,524	-	457,581	3,556,993	-	-	-	-	3,556,993
Advertising	202,362	-	-	29	-	-	551	-	-	202,942	13,674	1,132	-	14,806	217,748
Printing/duplication & list rental management	-	-	-	-	-	-	-	-	-	-	-	404,044	-	404,044	404,044
Conferences	22,591	2,636	8,158	1,659	3,118	2,851	3,777	437	392	45,619	26,865	18,656	137	45,658	91,277
Equipment maintenance	13,425	6,923	22,103	7,141	10,839	14,099	14,065	6,168	4,554	99,317	76,808	20,205	3,662	100,675	199,992
Food	-	-	-	-	1,431,288	-	124,881	-	21	1,556,190	-	-	-	-	1,556,190
Postage, shipping and messenger	484	17	-	1,884	-	-	1,211	-	-	3,596	6,583	101,203	-	107,786	111,382
Catering, entertainment and venue costs	-	-	-	-	-	-	-	-	-	-	-	367,651	-	367,651	367,651
Real estate taxes	-	-	-	10,899	-	-	-	-	-	10,899	-	-	85,351	85,351	96,250
Bad debt	-	-	302	56,141	34	535	-	-	-	57,012	6,700	-	-	6,700	63,712
Miscellaneous	<u>11,657</u>	<u>8,142</u>	<u>16,409</u>	<u>67,817</u>	<u>8,081</u>	<u>4,166</u>	<u>5,116</u>	<u>940</u>	<u>2,137</u>	<u>124,465</u>	<u>15,513</u>	<u>13,530</u>	<u>20,369</u>	<u>49,412</u>	<u>173,877</u>
Total other than personnel	<u>794,845</u>	<u>1,622,928</u>	<u>1,963,097</u>	<u>782,887</u>	<u>1,736,687</u>	<u>133,167</u>	<u>612,583</u>	<u>21,607</u>	<u>701,732</u>	<u>8,369,533</u>	<u>413,069</u>	<u>1,651,799</u>	<u>412,442</u>	<u>2,477,310</u>	<u>10,846,843</u>
Total expenses before depreciation and amortization	2,177,686	2,858,663	4,227,393	1,272,968	2,600,265	775,728	1,757,452	123,801	901,562	16,695,518	1,549,414	2,111,160	619,743	4,280,317	20,975,835
Depreciation and amortization (Note 8)	<u>8,969</u>	<u>8,229</u>	<u>17,680</u>	<u>198,213</u>	<u>23,233</u>	<u>4,481</u>	<u>61,571</u>	<u>523</u>	<u>593</u>	<u>323,492</u>	<u>6,589</u>	<u>2,457</u>	<u>344,033</u>	<u>353,079</u>	<u>676,571</u>
Sub-total	2,186,655	2,866,892	4,245,073	1,471,181	2,623,498	780,209	1,819,023	124,324	902,155	17,019,010	1,556,003	2,113,617	963,776	4,633,396	21,652,406
Less: cost of direct benefits to donors	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(803,989)</u>	<u>-</u>	<u>(803,989)</u>	<u>(803,989)</u>
TOTAL EXPENSES	<u>\$ 2,186,655</u>	<u>\$ 2,866,892</u>	<u>\$ 4,245,073</u>	<u>\$ 1,471,181</u>	<u>\$ 2,623,498</u>	<u>\$ 780,209</u>	<u>\$ 1,819,023</u>	<u>\$ 124,324</u>	<u>\$ 902,155</u>	<u>\$ 17,019,010</u>	<u>\$ 1,556,003</u>	<u>\$ 1,309,628</u>	<u>\$ 963,776</u>	<u>\$ 3,829,407</u>	<u>\$ 20,848,417</u>

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 1,432,712	\$ 134,394
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation and amortization	735,972	676,571
Bad debt	405,354	63,712
Realized and unrealized gains on investments	(365,739)	(210,175)
Non-cash adjustment to operating leases	45,640	(253,592)
Changes in operating assets and liabilities		
(Increase) decrease in assets		
Contributions receivable	(1,741,281)	465,307
Grants receivable	(65,053)	1,524,637
Prepaid expenses and other	2,402	(109,483)
(Decrease) increase in liabilities		
Accounts payable and accrued expenses	(488,221)	14,190
Accrued vacation	(35,335)	39,577
Refundable advances	(1,277)	(17,940)
Lease liabilities - operating	(45,640)	253,592
Net Cash (Used In) Provided by Operating Activities	<u>(120,466)</u>	<u>2,580,790</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	(1,045,677)	(635,699)
Purchases of investments	(3,109,138)	(714,356)
Net Cash Used in Investing Activities	<u>(4,154,815)</u>	<u>(1,350,055)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from loan payable	572,786	-
Net Cash Provided by Financing Activities	<u>572,786</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH, CASH EQUIVALENTS AND RESTRICTED CASH	(3,702,495)	1,230,735
Cash, Cash Equivalents and Restricted Cash - Beginning of Year	<u>9,875,923</u>	<u>8,645,188</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 6,173,428</u>	<u>\$ 9,875,923</u>
Reconciliation of Cash, Cash Equivalents and Restricted Cash		
Cash and cash equivalents	\$ 5,108,693	\$ 8,871,423
Affiliates' reserve fund	1,064,735	1,004,500
Total cash, cash equivalents and restricted cash	<u>\$ 6,173,428</u>	<u>\$ 9,875,923</u>

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 1 – ORGANIZATION AND NATURE OF ACTIVITIES

Coalition for the Homeless, Inc. (the “Coalition”) is a not-for-profit corporation formed under the laws of the State of New York that provides advocacy, housing and direct services to over 3,500 people each day. The Coalition is dedicated to the principle that affordable housing, sufficient food and the chance to work for a living wage job are fundamental rights in a civilized society. The Coalition’s operations are categorized under advocacy, HIV/AIDS, crisis intervention, housing, food services, job training, children’s programs, emergency mail and emergency goods. The Coalition is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

The accompanying consolidated financial statements include the Coalition and the following entities:

The Bridge Coalition Limited Partnership (“BCLP”) is a New York limited partnership, which beneficially owns and operates a 15-unit project for low-income homeless persons at 210 East 124th Street, New York, New York (the “Bridge Project”). The General Partner of BCLP is Bridge Building Management Company, Inc., a New York business corporation (“BBMC”), which holds a 1% interest in BCLP and is wholly owned by the Coalition; the limited partner is Joined Bridge LLC. Bare legal title to the property is held by Bridge Homes, Inc., a New York not-for-profit corporation (“BHI”), by virtue of a Declaration of Interest entered into by BHI and BCLP in 1992. The officers and directors of BHI are employees of the Coalition. The Bridge Project also contains a soup kitchen in its basement which is leased to the Coalition. The Bridge Project is subject to Regulatory Agreements with the New York State Division of Housing and Community Renewal (“DHCR”) and the NYC Department of Housing Preservation and Development (“HPD”) and a mortgage with HPD.

BHI did not have activity as of June 30, 2025.

Coalition Houses, L.P. (“CHLP”) is also a New York limited partnership, which beneficially and legally owns and operates a 39-unit project for low-income, homeless persons at 166, 168 and 170 West 77th Street, New York, New York (“Coalition Houses”). The .01% General Partner of CHLP is West Seventy Seventh., Inc, a New York business corporation (“WSS”), which is currently 100% owned by West 77th Street Housing Development Fund Corporation, a not-for-profit corporation formed pursuant to the New York not-for-profit corporation and the Private Housing Finance Law (the “HDFC”). The Coalition is the sole member of the HDFC, which is also the 99.99% limited partner of CHLP. The Project is currently being renovated pursuant to a Housing Repair and Maintenance Letter Agreement with HPD. It is subject to a Mortgage with HPD and a Regulatory Agreement with HPD. An apartment in the Project is leased to the Coalition for social service purposes.

Both projects are also managed by the Coalition.

BCLP, BBMC, BHI, CHLP, WSS and the HDFC are collectively referred to as the “Affiliates”. The Coalition and the Affiliates are collectively referred to as the “Agency.”

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- A. ***Basis of Accounting and Use of Estimates*** - The Agency’s consolidated financial statements have been prepared using the accrual basis of accounting. The Agency adheres to accounting principles generally accepted in the United States of America (“U.S. GAAP”), which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.
- B. ***Basis of Consolidation*** - The Coalition consolidates the activities of BBMC, CHLP, BCLP, HDFC and WSS (See Note 1) since the Coalition has a controlling financial interest in these entities. Upon consolidation, all significant intercompany transactions have been eliminated.

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- C. **Net Assets** - The Agency's resources are classified and reported based on the existence or absence of donor-imposed restrictions as follows:

- Without donor restrictions:

Operations – represents expendable resources not subject to donor-imposed restrictions, including net investment in property and equipment.

Board Designated Fund – consists of funds designated by the Board of Directors which represent a portion of the Agency's net assets without donor restrictions as quasi-endowment funds, reserve for extraordinary events and amounts designated for capital and other needs.

Non-controlling members' interest in consolidated subsidiaries are shown as a component of net assets without donor restrictions in the consolidated statements of financial position.

- With donor restrictions – Includes resources subject to donor-imposed stipulations that limit their use either through purpose or time restrictions. When donor restrictions expire, that is, when a time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified as net assets without donor restrictions and reported as net assets released from restrictions.

- D. **Cash and Cash Equivalents** - Cash equivalents include all highly liquid instruments acquired with original maturities of 90 days or less except for cash equivalents held for long-term investment purposes as part of the Agency's Board Designated Fund (See Note 17).

- E. **Contributions, Government Support and Bequests** - Contributions and pledges are recognized when the donor makes a promise to give that is, in substance, unconditional. Conditional contributions and promises to give (pledges), those with a measurable performance or other barrier and a right of return, are not recognized as support until the conditions on which they depend are substantially met. The Agency recognizes bequests when the proceeds are measurable and an irrevocable right to the proceeds has been established by the Agency. Contributions and grants receivable due in more than one year are discounted to net present value using the risk-adjusted discount rate in effect on the date of the gifts, unless the value is immaterial. Government grants are recorded as revenues to the extent that expenses have been incurred for the purposes specified by the grantors. To the extent amounts received exceed amounts spent, the Agency establishes refundable advances from governmental sources.

As of June 30, 2025 and 2024, the Coalition received conditional grants and contracts from government agencies in the aggregate amounts of approximately \$12.7 million and \$15.1 million, respectively, that have not been recorded in the accompanying consolidated financial statements, as they have not yet been earned. These grants and contracts require the Agency to provide certain services for future specified periods. If such services are not provided, the governmental entities are not obligated to expend the funds allotted under the grants and contracts and the Agency may be required to return the funds already remitted. As of June 30, 2025 and 2024, refundable advances amounted to \$60,296 and \$61,573, respectively.

- F. **Allowance for Uncollectible Receivables** - The Agency determines whether an allowance for uncollectible receivables should be provided for grants and contributions receivable. Such estimate is based on management's assessment of the aged basis of its receivables, current economic conditions, creditworthiness of its donors, historical experience and collections subsequent to year-end. As of June 30, 2025 and 2024, the Agency determined that no allowance was necessary for grants and contributions receivable. As of June 30, 2025, the Agency wrote off approximately \$258,000 of grant receivables.

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- G. **Property and Equipment** - Property and equipment is stated at cost less accumulated depreciation and amortization. These amounts do not purport to represent replacement or realizable values. Donated assets are valued at fair value at the time of donation. The Agency capitalizes property and equipment with a cost of \$2,500 and a useful life greater than one year. Depreciation is provided for using the straight-line method over the estimated useful lives of the assets. Leasehold improvements are amortized over the lease term or the useful life of the asset, whichever is less.
- H. **Functional Expenses** - The cost of providing the various program and supporting services has been summarized on a functional basis in the accompanying consolidated statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited as determined by management. The expenses that are allocated include salaries and payroll taxes and employee benefits, which are allocated based on estimates of time and effort. Other allocated expenses include professional fees, transportation, direct assistance to clients, printing, conferences, food and catering, and are directly charged based on specific identification to program activities. All remaining expenses are allocated based on full-time equivalent per program.
- I. **Donated Goods and Services** - Donated services are recognized in the consolidated financial statements if the services enhance or create nonfinancial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Donated goods are recognized in the consolidated financial statements at their fair values at the date of receipt. For the years ended June 30, 2025 and 2024, donated goods and services amounted to \$264,984 and \$324,278, respectively. (See Note 12).
- J. **Lease Income** - Lease income is recorded based on operating leases and revenue is recognized on the straight-line basis over the terms of the leases. Deferred rent receivable is recorded for the difference between the rental income based on the operating leases and the straight-line basis.
- K. **Special Events** - The direct cost of special events includes expenses for the benefit of the donor. For example, meals and facilities rental are considered to be a direct cost of special events.
- L. **Direct Assistance to Clients** - Direct assistance to clients is the core expenditure for the clients served at the Agency and consists of rent, food, transportation, furniture and other expenses. The funds to cover such assistance are primarily from government grants and contributions.
- M. **Investments** - Investments are stated at fair value. Realized and unrealized gains and losses are recognized as changes in net assets in the period in which they occur, and interest and dividends are recognized as revenue in the period earned.
- N. **Fair Value Measurements** - Fair value measurements are based on 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. In order to increase consistency and comparability in fair value measurements, a fair value hierarchy prioritizes observable and unobservable inputs used to measure fair value into three levels, as described in Note 5.

NOTE 3 – LIQUIDITY AND AVAILABILITY OF RESOURCES

The Agency regularly monitors the availability of resources required to meet its operating needs and other contractual commitments. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Agency considers all expenditures related to its ongoing activities of providing direct services and advocacy for men, women and children experiencing homelessness, as well as the conduct of services undertaken to support those activities, to be general expenditures.

In addition to financial assets available to meet general expenditures over the next 12 months, the Agency operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources.

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 3 – LIQUIDITY AND AVAILABILITY OF RESOURCES (Continued)

At the discretion of the Board, the Agency could utilize its board designated funds to cover general expenditures (see Note 17). In the event of an unanticipated liquidity need, the Agency could also draw upon \$1.5 million of its available line of credit.

The Agency manages its liquidity and reserves following three guiding principles: Operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged.

Financial assets available for general expenditures within one year of the consolidated statements of financial position date are as follows as of June 30:

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents	\$ 6,173,428	\$ 8,871,423
Investments	20,636,342	17,161,465
Contributions receivable	2,777,029	1,441,102
Grants receivable	<u>1,386,199</u>	<u>1,321,146</u>
Total financial assets	30,972,998	28,795,136
Less: Board-designated net assets	(18,104,521)	(17,161,465)
Net assets with donor restrictions	<u>(2,942,406)</u>	<u>(1,549,553)</u>
Total	<u>\$ 9,926,071</u>	<u>\$ 10,084,118</u>

NOTE 4 – INVESTMENTS

Investments consist of the following as of June 30:

	<u>2025</u>	<u>2024</u>
Money market funds	\$ 1,734,555	\$ 35,920
Mutual funds	-	1,650,000
Certificates of deposit	5,283,249	2,606,515
US Treasury	8,236,574	6,287,392
Federal mortgages	1,117,805	1,770,189
Mortgage-backed securities	60,153	567,782
Corporate bonds	<u>4,204,006</u>	<u>4,243,667</u>
	<u>\$ 20,636,342</u>	<u>\$ 17,161,465</u>

Interest and dividends amounted to approximately \$643,000 and \$490,000 for the years ended June 30, 2025 and 2024, respectively, and are included with investment income on the accompanying consolidated statements of activities. Realized and unrealized gains amounted to approximately \$366,000 and \$210,000 for the years ended June 30, 2025 and 2024, respectively, and are included with investment income on the accompanying consolidated statements of activities.

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 5 – FAIR VALUE MEASUREMENTS

Investments are subject to market volatility that could substantially change their carrying value in the near term. In determining fair value, the Agency utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs to the extent possible in its assessment of fair value.

The fair value hierarchy defines three levels as follows:

Level 1: Valuations based on quoted prices (unadjusted) in an active market that are accessible at the measurement date for identical assets or liabilities. The fair value hierarchy gives the highest priority to Level 1 inputs.

Level 2: Valuations based on observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in inactive markets; or model-derived valuations in which all significant inputs are observable or can be derived principally from or corroborated with observable market data.

Level 3: Valuations based on unobservable inputs are used when little or no market data is available. The fair value hierarchy gives the lowest priority to Level 3 inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2025 and 2024.

Money market funds, U.S. Treasury, and certificates of deposit - Valued using quoted market prices in active markets.

Mutual funds - Valued at the daily closing price as reported by the fund.

Corporate bonds and federal mortgages - Valued using quoted market prices in active markets and pricing models maximizing the use of observable inputs for similar securities. This includes basing value on yields currently available on comparable securities of issuers with similar credit ratings.

U.S. Treasury and mortgage-backed securities - Level 2 valuations are based on inputs other than Level 1 prices corroborated with observable market data.

Financial assets carried at fair value as of June 30, 2025 are classified as Level 1 and Level 2 in the table as follows:

	<u>Level 1</u>	<u>Level 2</u>	<u>Total 2025</u>
ASSETS AT FAIR VALUE:			
Investments:			
Money market funds	\$ 1,734,555	\$ -	\$ 1,734,555
Certificates of deposit	-	5,283,249	5,283,249
U.S. Treasury	8,236,574	-	8,236,574
Federal mortgages	1,117,805	-	1,117,805
Mortgage-backed securities	-	60,153	60,153
Corporate bonds	<u>4,204,006</u>	<u>-</u>	<u>4,204,006</u>
TOTAL ASSETS AT FAIR VALUE:	<u>\$ 15,292,940</u>	<u>\$ 5,343,402</u>	<u>\$ 20,636,342</u>

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 5 – FAIR VALUE MEASUREMENTS (Continued)

Financial assets carried at fair value as of June 30, 2024 are classified as Level 1 and Level 2 in the table as follows:

	<u>Level 1</u>	<u>Level 2</u>	<u>Total 2024</u>
ASSETS AT FAIR VALUE:			
Investments:			
Money market funds	\$ 35,920	\$ -	\$ 35,920
Mutual Funds	1,650,000	-	1,650,000
Certificates of deposit	-	2,606,515	2,606,515
US Treasury	6,211,787	75,605	6,287,392
Federal mortgages	1,770,189	-	1,770,189
Mortgage-backed securities	-	567,782	567,782
Corporate bonds	<u>4,243,667</u>	<u>-</u>	<u>4,243,667</u>
TOTAL ASSETS AT FAIR VALUE:	<u>\$ 13,911,563</u>	<u>\$ 3,249,902</u>	<u>\$ 17,161,465</u>

NOTE 6 – CONTRIBUTIONS RECEIVABLE

Contributions receivable consists of the following as of June 30:

	<u>2025</u>	<u>2024</u>
Due within one year or less	\$ 2,330,535	\$ 1,141,102
Due in one year or more	<u>482,000</u>	<u>300,000</u>
	2,812,535	1,441,102
Less: Discount to present value (3.87% to 4.25%)	<u>(35,506)</u>	<u>-</u>
	<u>\$ 2,777,029</u>	<u>\$ 1,441,102</u>

NOTE 7 – GRANTS RECEIVABLE

Grants receivable consists of the following as of June 30:

	<u>2025</u>	<u>2024</u>
New York City Human Resources Administration	\$ 328,270	\$ 565,643
New York City Department of Homeless Services	618,376	288,371
Consortium for Worker Education	26,204	59,641
New York State Office of Temporary and Disability Assistance	130,413	116,180
NYC Department of Youth and Community Development	207,500	165,292
Federal Emergency Management Agency	-	26,488
Emergency Food Assistance Program	7,000	-
New York State Department of Health	<u>68,436</u>	<u>99,531</u>
	<u>\$ 1,386,199</u>	<u>\$ 1,321,146</u>

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 8 – PROPERTY AND EQUIPMENT

Property and equipment, net consists of the following as of June 30:

	<u>2025</u>	<u>2024</u>	<u>Estimated Useful Lives</u>
Land	\$ 8,089,841	\$ 8,089,841	
Buildings and improvements	16,977,838	16,496,303	40 Years
Leasehold improvements	1,891,950	1,695,548	10 Years
Equipment	1,286,787	1,085,137	3-10 Years
Vehicles	295,991	127,812	3-10 Years
Furniture and fixtures	<u>113,394</u>	<u>115,483</u>	7-10 Years
	28,655,801	27,610,124	
Less: accumulated depreciation and amortization	<u>(11,775,347)</u>	<u>(11,039,375)</u>	
	<u>\$ 16,880,454</u>	<u>\$ 16,570,749</u>	

For the years ended June 30, 2025 and 2024, depreciation and amortization expense amounted to \$735,972 and \$676,571, respectively.

NOTE 9 – AFFILIATES' RESERVE FUND

CHLP maintains an operating and replacement reserve fund of \$1,020,925 and \$962,743 as of June 30, 2025 and 2024, respectively. BCLP maintains an operating and replacement reserve fund of \$43,810 and \$41,757 as of June 30, 2025 and 2024, respectively. The Affiliates' reserve funds are held at New York City Housing Development Corporation ("HDC").

NOTE 10 – BANK LINE OF CREDIT

The Coalition has a \$1.5 million unsecured, revolving line of credit with a bank, of which \$0 was outstanding as of June 30, 2025 and 2024. Interest on any outstanding balance is payable at the Secured Overnight Financing Rate ("SOFR"). The line of credit will expire on July 2, 2026. The balance as December 11, 2025 is \$0.

NOTE 11 – LOANS PAYABLE

CHLP has a mortgage payable to the HPD that bears interest at 1% per annum with the principal balance and accrued interest payable due at maturity in July 2033. Effective April 30, 2024, the interest rate is 4.36% and maturity date is April 30, 2054. The outstanding principal as of June 30, 2025 and 2024 was \$2,909,346 and \$2,421,407, respectively. Accrued interest payable was \$123,040 and \$487,939, respectively, and is included in accounts payable and accrued expenses in the consolidated statements of financial position. The mortgage is secured by the property. The mortgage has a restrictive covenant subject to Article XI of the New York Private Housing Finance law ("Article XI") which requires the property to be used as low income housing. If the property is used in compliance with Article XI, the debt and related accrued interest would be forgiven after 30 years.

CHLP has a second mortgage with HPD that is secured by the first HPD mortgage that bears interest at 1% per annum. Effective April 30, 2024, the interest rate is 4.36% and maturity date is April 30, 2054. The principal and accrued interest are payable upon maturity on April 1, 2025. The outstanding principal as of June 30, 2025 and 2024 was \$392,476 and \$307,629, respectively. Accrued interest payable was \$19,940 and \$84,846, respectively, and is included in accounts payable and accrued expenses in the consolidated statements of financial position.

Interest expense for the years ended June 30, 2025 and 2024 was \$187,849 and \$32,089, respectively.

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 12 – IN-KIND DONATIONS

Donated items for the year ended June 30, 2025 consisted of the following:

<u>Nonfinancial Asset</u>	<u>Amount</u>	<u>Usage in Programs/Activities</u>	<u>Donor-imposed Restrictions</u>	<u>Fair Value Techniques</u>
Toys	\$ 10,798	Children's Programs	No associated donor restriction	Based on value of the items provided
Sundry items	174,574	Housing	No associated donor restriction	Based on value of the items provided
Food	<u>79,612</u>	Food Services	No associated donor restriction	Based on value of food provided
Total	<u>\$ 264,984</u>			

Donated items for the year ended June 30, 2024 consisted of the following:

<u>Nonfinancial Asset</u>	<u>Amount</u>	<u>Usage in Programs/Activities</u>	<u>Donor-imposed Restrictions</u>	<u>Fair Value Techniques</u>
Toys	\$ 7,798	Children's Programs	No associated donor restriction	Based on value of the items provided
Sundry items	243,980	Housing	No associated donor restriction	Based on value of the items provided
Food	<u>72,500</u>	Food Services	No associated donor restriction	Based on value of food provided
Total	<u>\$ 324,278</u>			

NOTE 13 – LEASE INCOME

The Coalition leases a portion of its building to CVS, Inc. ("CVS"). The CVS lease is a non-cancelable operating lease agreement, which expires July 31, 2034.

In June 2021, the Coalition leased a portion of its building to the NY Center for Infants and Toddlers. The lease is a five-year non-cancelable operating lease agreement, which expires on June 30, 2026.

The future minimum lease payments to be received by the Coalition for the following fiscal years are as follows:

	<u>CVS</u>	<u>NY Center of Infants and Toddlers</u>	<u>Total</u>
2026	\$ 1,034,250	\$ 32,500	\$ 1,066,750
2027	1,034,250	-	1,034,250
2028	1,034,250	-	1,034,250
2029	1,034,250	-	1,034,250
2030	1,129,056	-	1,129,056
Thereafter	<u>4,645,506</u>	<u>-</u>	<u>4,645,506</u>
	<u>\$ 9,911,562</u>	<u>\$ 32,500</u>	<u>\$ 9,944,062</u>

For the years ended June 30, 2025 and 2024, rental income included in the accompanying consolidated statements of activities from the leases amounted to approximately \$2,200,000 and \$1,958,000, respectively.

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 14 – PENSION PLAN

The Agency has a 403(b) Thrift Plan covering all eligible full-time employees. The Agency is required by the plan to match employee contributions in accordance with the pension plan agreements. Each plan year, the Agency will make an employer-based contribution on the employee's behalf based on their years of service and a percentage of their compensation for that plan year, provided they are employed with the Agency on the last day of the plan year. Pension expense for the years ended June 30, 2025 and 2024 amounted to approximately \$421,000 and \$397,000, respectively.

NOTE 15 – COMMITMENTS AND CONTINGENCIES

- A. Pursuant to the Agency's contractual relationships with certain governmental funding sources, outside governmental agencies have the right to examine the books and records of the Agency involving transactions relating to these contracts. The accompanying consolidated financial statements make no provision for possible disallowances.
- B. The Coalition leased office space in Albany, New York on a month-to-month basis. Rent expense for the years ended June 30, 2025 and 2024 was \$0 and \$3,123, respectively. The lease has been terminated and the property vacated as of October 2023.
- C. The Agency believes it has no uncertain tax positions as of June 30, 2025 and 2024 in accordance with FASB Accounting Standards Codification ("ASC") Topic 740, "Income Taxes," which provides standards for establishing and classifying any tax provisions for uncertain tax positions.

NOTE 16 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes as of June 30:

	<u>2025</u>	<u>2024</u>
Crisis intervention	\$ 1,761,054	\$ 610,370
Children's programs	152,766	361,009
Advocacy	162,000	-
Time restricted	850,000	500,000
Other	<u>16,586</u>	<u>78,174</u>
	<u>\$ 2,942,406</u>	<u>\$ 1,549,553</u>

Crisis intervention, children's programs and others are net assets with donor restrictions for purpose and time.

Net assets were released from restrictions by incurring expenses or the passage of time thus satisfying the restricted purposes as follows for the years ended June 30:

	<u>2025</u>	<u>2024</u>
Children's programs	\$ 317,707	\$ 499,902
Food services	-	209,435
Crisis intervention	1,317,250	1,301,508
Job training	164,190	144,573
Advocacy	-	15,000
Emergency goods distribution	25,000	205,533
Housing	-	6,200
Website development project	-	38,400
Future	<u>725,000</u>	<u>-</u>
	<u>\$ 2,549,147</u>	<u>\$ 2,420,551</u>

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 17 – BOARD DESIGNATED NET ASSETS

The Agency's governing board has designated a portion of its net assets without donor restrictions for quasi-endowment, operating reserve and other purposes. The quasi-endowment funds will be invested for long-term appreciation, but remain available and may be spent at the discretion of the board with a board resolution. Board designated net assets as of June 30, 2025 and 2024 amounted to \$18,104,521 and \$17,161,465, respectively.

Changes in Board designated funds for the years ended June 30, 2025 and 2024, are as follows:

	<u>2025</u>	<u>2024</u>
Investment activity:		
Interest	\$ 642,637	\$ 489,556
Unrealized gains	366,206	210,355
Investment fees	<u>(65,787)</u>	<u>(54,025)</u>
	943,056	645,886
Appropriated and transferred to board designated	<u>-</u>	<u>-</u>
Change in board designated	943,056	645,886
Board designated, beginning of year	<u>17,161,465</u>	<u>16,515,579</u>
Board designated, end of year	<u>\$ 18,104,521</u>	<u>\$ 17,161,465</u>

During fiscal year 2025, \$2,500,000 was transferred from an investment account to certificates of deposit. Board designated funds of \$18,104,521 and \$17,161,465 as of June 30, 2025 and 2024, respectively, are included in investments in the accompanying consolidated statements of financial position.

NOTE 18 – CONCENTRATION OF CREDIT RISK

Cash that potentially subjects the Agency to a concentration of credit risk includes cash accounts with banks that exceed the Federal Deposit Insurance Corporation ("FDIC") insurance limits (\$250,000 per depositor). As of June 30, 2025 and 2024, there was approximately \$10,400,000 and \$11,400,000, respectively, of cash held by banks that exceeded FDIC limits.

NOTE 19 – RIGHT-OF-USE ASSETS AND LIABILITIES

The Agency leases space at a camp facility, various apartments and copiers for which expenses are recognized on a straight-line basis over the lease term. The Agency assesses whether an arrangement qualifies as a lease at inception and only reassesses its determination if the terms and conditions of the arrangement are changed.

Operating leases are included in operating lease right-of-use ("ROU") assets and operating lease liabilities on the consolidated statements of financial position. ROU assets represent the Agency's right to use an underlying asset for the lease term, and lease liabilities represent the Agency's obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at the commencement date or the adoption date of *Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 842*, based on the present value of lease payments over the lease term. As most of the Agency's leases do not provide an implicit rate, the Agency uses the risk-free rate based on the information available at the commencement date in determining the present value of lease payments.

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024

NOTE 19 – RIGHT-OF-USE ASSETS AND LIABILITIES (Continued)

The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The Agency's lease terms may include options to extend or terminate the lease when it is reasonably certain that the Agency will exercise that option. Variable lease expenses are recorded when incurred. The Agency's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

The Coalition leases various scattered site apartments throughout the five boroughs for clients of the program. These leases are between \$1,100 and \$2,200 per month depending on the size of the apartment and are directly funded by the New York City Human Resources Administration, a government agency. The leases are one to two years and are non-cancelable. The Coalition also signed ten-year leases in March 2018 for two campsites within Harriman State Park which expire December 31, 2027, which are used for summer sleep-away camp.

As of June 30, 2025 and 2024, the operating lease right-of-use ("ROU") assets had balances of \$94,468 and \$140,108, respectively.

As of June 30, 2025 and 2024, the operating lease liabilities had balances of \$94,468 and \$140,108, respectively.

The ROU assets and liabilities were calculated utilizing risk-free rates (ranging from 2.79% to 2.84%), according to the Agency's elected policy. For the years ended June 30, 2025 and 2024, the weighted averages of the remaining lease term are 2.4 and 3.2 years, respectively. The weighted average discount rates are 3.27% and 2.88% for the years ended June 30, 2025 and 2024, respectively.

Future minimum rental payments under non-cancelable operating leases with terms in excess of one year are as follows:

2026	\$	41,304
2027		41,304
2028		<u>16,162</u>
Total lease payments		98,770
Less: Present value discount		<u>(4,302)</u>
	\$	<u>94,468</u>

Rent expense for the years ended June 30, 2025 and 2024 amounted to \$45,640 and \$253,592, respectively, and is included in occupancy expense and direct assistance to clients in the accompanying consolidated statements of functional expenses.

NOTE 20 – SUBSEQUENT EVENTS

Management has evaluated, for potential recognition and disclosure, events subsequent to the date of the consolidated statement of financial position through December 11, 2025, the date the consolidated financial statements were available to be issued.

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
AS OF JUNE 30, 2025

	Coalition for the Homeless, Inc.	West Seventy Seventh, Inc.	Bridge Building Management Company	HDFC	The Bridge Coalition L.P.	Coalition Houses L.P.	Consolidating Eliminations	Consolidated Total
ASSETS								
Cash and cash equivalents	\$ 4,425,355	\$ -	\$ 100	\$ -	\$ 18,651	\$ 664,587	\$ -	\$ 5,108,693
Reserve fund	-	-	-	-	43,810	1,020,925	-	1,064,735
Investments	20,636,342	-	-	-	-	-	-	20,636,342
Contributions receivable	2,777,029	-	-	-	-	-	-	2,777,029
Grants receivable	1,386,199	-	-	-	-	-	-	1,386,199
Prepaid expenses and other	406,556	-	-	-	45,707	29,933	-	482,196
Due from affiliates	643,021	-	-	3,118	-	-	(646,139)	-
Property and equipment, net	15,193,842	-	-	-	369,884	1,316,728	-	16,880,454
Operating lease - right-of-use assets	94,468	-	-	-	-	-	-	94,468
TOTAL ASSETS	\$ 45,562,812	\$ -	\$ 100	\$ 3,118	\$ 478,052	\$ 3,032,173	\$ (646,139)	\$ 48,430,116
LIABILITIES								
Accounts payable and accrued expenses	\$ 515,050	\$ -	\$ 8,901	\$ -	\$ 204,987	\$ 573,241	\$ (485,938)	\$ 816,241
Accrued vacation	468,525	-	-	-	-	10,472	-	478,997
Refundable advances	49,888	-	-	-	10,408	-	-	60,296
Loans payable	-	-	-	-	-	3,301,822	-	3,301,822
Operating lease liabilities	94,468	-	-	-	-	-	-	94,468
Due to affiliate	-	19,481	3,775	-	553	136,392	(160,201)	-
TOTAL LIABILITIES	1,127,931	19,481	12,676	-	215,948	4,021,927	(646,139)	4,751,824
NET ASSETS								
Without donor restrictions:								
Net investment in property and equipment	15,193,842	-	-	-	369,884	(1,985,094)	-	13,578,632
Board designated	18,104,521	-	-	-	-	-	-	18,104,521
Operations	8,194,112	(15,390)	(12,576)	3,118	(367,263)	1,984,995	-	9,786,996
Controlling interest	41,492,475	(15,390)	(12,576)	3,118	2,621	(99)	-	41,470,149
Noncontrolling interest	-	(4,091)	-	-	259,483	(989,655)	-	(734,263)
Total net assets (deficit) without donor restrictions	41,492,475	(19,481)	(12,576)	3,118	262,104	(989,754)	-	40,735,886
Net assets with donor restrictions - controlling interest	2,942,406	-	-	-	-	-	-	2,942,406
TOTAL NET ASSETS (DEFICIT)	44,434,881	(19,481)	(12,576)	3,118	262,104	(989,754)	-	43,678,292
TOTAL LIABILITIES AND NET ASSETS (DEFICIT)	\$ 45,562,812	\$ -	\$ 100	\$ 3,118	\$ 478,052	\$ 3,032,173	\$ (646,139)	\$ 48,430,116

COALITION FOR THE HOMELESS, INC. AND AFFILIATES
CONSOLIDATING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

	Coalition for the Homeless, Inc.			West Seventy Seventh, Inc.	Bridge Building Management Company, Inc.	HDFC	The Bridge Coalition Bridge L.P.	Coalition Houses L.P.	Consolidated Total			
	Without donor restrictions	With donor restrictions	Total	Without donor restrictions					Eliminations	Without donor restrictions	With donor restrictions	Total
PUBLIC SUPPORT AND OTHER REVENUE:												
Contributions	\$ 8,878,427	\$ 3,942,000	\$ 12,820,427	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,878,427	\$ 3,942,000	\$ 12,820,427
Government support	5,243,560	-	5,243,560	-	-	-	-	-	-	5,243,560	-	5,243,560
Special events, net	1,300,744	-	1,300,744	-	-	-	-	-	-	1,300,744	-	1,300,744
In-kind donations	264,984	-	264,984	-	-	-	-	-	-	264,984	-	264,984
Bequests	434,104	-	434,104	-	-	-	-	-	-	434,104	-	434,104
Lease income	1,175,425	-	1,175,425	-	-	-	188,855	875,297	-	2,239,577	-	2,239,577
Investment income	1,342,016	-	1,342,016	-	-	-	2,428	-	-	1,344,444	-	1,344,444
Other income	206,683	-	206,683	-	-	-	729,354	600,262	(1,278,569)	257,730	-	257,730
Net assets released from restrictions	2,549,147	(2,549,147)	-	-	-	-	-	-	-	2,549,147	(2,549,147)	-
Total Public Support and Other Revenue	21,395,090	1,392,853	22,787,943	-	-	-	920,637	1,475,559	(1,278,569)	22,512,717	1,392,853	23,905,570
EXPENSES												
Program Services:												
Advocacy	2,224,393	-	2,224,393	-	-	-	-	-	-	2,224,393	-	2,224,393
HIV/AIDS	3,238,131	-	3,238,131	-	-	-	-	-	-	3,238,131	-	3,238,131
Crisis intervention	4,780,280	-	4,780,280	-	-	-	-	-	-	4,780,280	-	4,780,280
Housing	1,800,793	-	1,800,793	-	-	-	442,155	860,794	(1,278,569)	1,825,173	-	1,825,173
Food services	2,732,221	-	2,732,221	-	-	-	-	-	-	2,732,221	-	2,732,221
Job training	926,994	-	926,994	-	-	-	-	-	-	926,994	-	926,994
Children's programs	2,061,582	-	2,061,582	-	-	-	-	-	-	2,061,582	-	2,061,582
Emergency goods	692,566	-	692,566	-	-	-	-	-	-	692,566	-	692,566
Emergency mail	92,158	-	92,158	-	-	-	-	-	-	92,158	-	92,158
Program Services	18,549,118	-	18,549,118	-	-	-	442,155	860,794	(1,278,569)	18,573,498	-	18,573,498
Supporting Services:												
Management and administration	1,571,119	-	1,571,119	-	-	-	-	-	-	1,571,119	-	1,571,119
Fundraising	1,441,550	-	1,441,550	-	-	-	-	-	-	1,441,550	-	1,441,550
Business rental	886,691	-	886,691	-	-	-	-	-	-	886,691	-	886,691
Supporting Services	3,899,360	-	3,899,360	-	-	-	-	-	-	3,899,360	-	3,899,360
Total Operating Expenses	22,448,478	-	22,448,478	-	-	-	442,155	860,794	(1,278,569)	22,472,858	-	22,472,858
CHANGE IN TOTAL NET ASSETS	(1,053,388)	1,392,853	339,465	-	-	-	478,482	614,765	-	39,859	1,392,853	1,432,712
Net Assets (Deficit) - Beginning of Year	42,545,863	1,549,553	44,095,416	(19,481)	(12,576)	3,118	(216,378)	(1,604,519)	-	40,696,027	1,549,553	42,245,580
NET ASSETS (DEFICIT) - END OF YEAR	\$ 41,492,475	\$ 2,942,406	\$ 44,434,881	\$ (19,481)	\$ (12,576)	\$ 3,118	\$ 262,104	\$ (989,754)	\$ -	\$ 40,735,886	\$ 2,942,406	\$ 43,678,292