HARTFORD INTERVAL HOUSE, INC.
AND CONSOLIDATED SUBSIDIARIES

FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

CARNEY, ROY AND GERROL, P.C.
Certified Public Accountants

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AND CONSOLIDATED SUBSIDIARIES

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CONTENTS

JUNE 30, 2024, WITH COMPARATIVE 2023 INFORMATION

	PAGE
Independent Auditor's Report	1-3
Financial Statements	
Statement of Financial Position	4
Statement of Activities	5
Statement of Functional Expenses	6
Statement of Cash Flows	7
Notes to Financial Statements	8-20
Supplementary Information	
Schedule of Expenditures of State Financial Assistance	21
Notes to Schedule of Expenditures of State Financial Assistance	22
Schedule of Expenditures of Federal Awards	23-24
Notes to Schedule of Expenditures of Federal Awards	25
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*	26-27
Independent Auditor's Report on Compliance for Each Major State Program and Report on Internal Control Over Compliance Required by the State Single Audit Act	28-30
Schedule of Findings and Questioned Costs - State	31
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	32-34
Schedule of Findings and Questioned Costs - Federal	35

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Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Hartford Interval House, Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Hartford Interval House, Inc. (a nonprofit organization) and consolidated subsidiaries (the Organization), which comprise the consolidated statement of financial position as of June 30, 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Hartford Interval House, Inc. and consolidated subsidiaries as of June 30, 2024, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the 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 Hartford Interval House, Inc. and consolidated subsidiaries' ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a

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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 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 generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the 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 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 Hartford Interval House, Inc. and consolidated subsidiaries' 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 Hartford Interval House, Inc. and consolidated subsidiaries' 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.

Report on Summarized Comparative Information

We have previously audited Hartford Interval House, Inc. and consolidated subsidiaries' 2023 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 18, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of state financial assistance, as required by the State Single Audit Act (C.G.S Sections 4-230 to 4-236), and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of

state financial assistance and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 19, 2024, on our consideration of Hartford Interval House, Inc. and consolidated subsidiaries' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Hartford Interval House, Inc. and consolidated subsidiaries' 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 Hartford Interval House, Inc. and consolidated subsidiaries' internal control over financial reporting and compliance.

Carney, Roy and Gerst, P.C.

Rocky Hill, Connecticut
November 19, 2024

HARTFORD INTERVAL HOUSE, INC.
AND CONSOLIDATED SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2024, WITH COMPARATIVE TOTALS FOR JUNE 30, 2023

	2024	2023
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 275,016	$ 238,393
Grants receivable	576,439	641,023
Investments, at market value	2,722,437	2,434,473
Prepaid expenses	47,224	41,941
Total current assets	3,621,116	3,355,830
PROPERTY AND EQUIPMENT		
Property and equipment	1,963,407	1,950,196
Construction in progress	46,848	-
Less: accumulated depreciation	(1,236,711)	(1,185,562)
Property and equipment, net	773,544	764,634
OTHER ASSETS		
Operating lease right-of-use assets	19,290	29,887
Total other assets	19,290	29,887
TOTAL ASSETS	$ 4,413,950	$ 4,150,351
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	$ 97,241	$ 76,683
Accrued payroll and payroll taxes	137,903	127,749
Refundable advances	69,004	83,708
Current portion of right-of-use operating lease liability	19,290	20,492
Total current liabilities	323,438	308,632
LONG-TERM LIABILITIES		
Right-of-use operating lease liability, net of current portion	-	9,395
Total long-term liabilities	-	9,395
Total liabilities	323,438	318,027
NET ASSETS		
Undesignated	2,348,343	1,823,234
Board-designated endowment - The Widows' Society Fund	1,667,759	1,582,781
Without donor restrictions	4,016,102	3,406,015
With donor restrictions	74,410	426,309
Total net assets	4,090,512	3,832,324
	$ 4,413,950	$ 4,150,351

The accompanying notes are an integral part of the financial statements.

HARTFORD INTERVAL HOUSE, INC.
AND CONSOLIDATED SUBSIDIARIES

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2024
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2023

	Without Donor Restrictions	With Donor Restrictions	2024 Total	2023 Total
SUPPORT				
Contributions	$ 664,666	$ -	$ 664,666	$ 362,992
Grants, governmental (contribution)	1,762,988	2,500	1,765,488	1,645,076
Grants, governmental (fees for services)	14,538	-	14,538	20,133
Grants, private and public (contributions)	407,113	78,737	485,850	373,286
Special events, net of cost of direct benefits to donors	236,184	-	236,184	250,661
In-kind contributions	43,381	-	43,381	24,363
REVENUE				
Investment income (loss), net of investment expenses	240,832	-	240,832	163,765
Insurance proceeds, net of damage expenses of $0 and $37,382, respectively	-	-	-	4,052
Net assets released from restrictions:				
Satisfaction of program restrictions	433,136	(433,136)	-	-
Total support and revenue	3,802,838	(351,899)	3,450,939	2,844,328
EXPENSES				
Program services:				
Shelter	1,348,214	-	1,348,214	1,215,980
Outreach programs	950,608	-	950,608	995,783
Children's	-	-	-	60,766
Volunteer/community education	443,941	-	443,941	243,236
Satellite programs	11,659	-	11,659	100,653
Supporting services:				
Management and general	150,617	-	150,617	96,206
Fundraising	287,712	-	287,712	265,192
Total expenses	3,192,751	-	3,192,751	2,977,816
CHANGE IN NET ASSETS	610,087	(351,899)	258,188	(133,488)
NET ASSETS, BEGINNING OF YEAR	3,406,015	426,309	3,832,324	3,965,812
NET ASSETS, END OF YEAR	$ 4,016,102	$ 74,410	$ 4,090,512	$ 3,832,324

The accompanying notes are an integral part of the financial statements.

HARTFORD INTERVAL HOUSE, INC.
AND CONSOLIDATED SUBSIDIARIES

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 2024
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2023

	Program Services							
	Shelter	Outreach Programs	Volunteers/ Comm. Educ.	Satellite Programs	Management and General	Fundraising	2024	2023
SALARIES AND RELATED EXPENSES								
Salaries	$ 715,247	$ 651,299	$ 291,473	$ 305	$ 57,099	$ 173,802	$ 1,889,225	$ 1,726,977
Payroll Taxes	58,067	60,579	25,921	-	4,967	15,160	164,694	156,266
Employee Benefits	74,858	73,795	36,350	-	5,126	19,650	209,779	171,834
Total Salaries and Related Expenses	848,172	785,673	353,744	305	67,192	208,612	2,263,698	2,055,077
OTHER EXPENSES								
Rent	-	11,917	-	11,350	10	-	23,277	22,303
Depreciation	19,429	15,740	9,819	-	942	5,219	51,149	65,855
Outside Services	35,408	35,270	16,333	4	33,149	10,541	130,705	92,620
Assistance to Individuals	116,130	-	-	-	-	-	116,130	143,501
Assistance to Individuals - Hotel	137,798	-	-	-	-	-	137,798	189,317
Other Occupancy Costs	31,808	9,573	1,703	-	130	414	43,628	45,336
Telephone	12,078	11,015	7,532	-	927	5,135	36,687	36,628
Supplies	5,201	6,727	2,049	-	6,207	2,988	23,172	21,212
Insurance	24,988	24,149	11,364	-	749	6,308	67,558	80,455
Repairs and Maintenance	26,566	18,324	3,933	-	14,951	2,046	65,820	30,146
Information Technology	27,032	23,791	11,266	-	3,917	6,367	72,373	72,318
Postage	2,089	1,905	906	-	160	3,816	8,876	5,497
Food	55,751	-	-	-	-	-	55,751	25,944
Travel and Conferences	158	2,251	133	-	13	39	2,594	1,510
Fundraising Expenses	-	-	-	-	-	29,945	29,945	35,463
Dues and Subscriptions	4,475	4,081	1,941	-	1,843	-	12,340	7,516
Miscellaneous	1,131	192	23,218	-	20,427	6,282	51,250	47,118
Costs of direct benefits to donors	-	-	-	-	-	37,462	37,462	30,817
Total Other Expenses	500,042	164,935	90,197	11,354	83,425	116,562	966,515	953,556
Total Expenses	1,348,214	950,608	443,941	11,659	150,617	325,174	3,230,213	3,008,633
Less cost of direct benefits to donors netted in revenue	-	-	-	-	-	(37,462)	(37,462)	(30,817)
Total Functional Expenses	$ 1,348,214	$ 950,608	$ 443,941	$ 11,659	$ 150,617	$ 287,712	$ 3,192,751	$ 2,977,816

The accompanying notes are an integral part of the financial statements.

HARTFORD INTERVAL HOUSE, INC.
AND CONSOLIDATED SUBSIDIARIES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2024, WITH COMPARATIVE TOTALS FOR 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ 258,188	$ (133,488)
Adjustments to reconcile change in net assets to net cash provided by (used for) operating activities:		
Depreciation	51,149	65,855
Realized and unrealized (gain) loss on investments	(127,376)	(5,391)
Changes in operating assets and liabilities:		
Grants and other receivables	64,584	(345,407)
Prepaid expenses and other assets	(5,283)	7,985
Accounts payable	20,558	18,528
Accrued payroll and payroll taxes	10,154	(785)
Refundable advances	(14,704)	14,884
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	257,270	(377,819)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(60,059)	(10,328)
Proceeds from investments	322,153	75,324
Purchases of investments	(482,741)	(240,336)
NET CASH (USED FOR) PROVIDED BY INVESTING ACTIVITIES	(220,647)	(175,340)
NET INCREASE (DECREASE) IN CASH	36,623	(553,159)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	238,393	791,552
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 275,016	$ 238,393

The accompanying notes are an integral part of the financial statements.

NOTE 1 - NATURE OF THE ORGANIZATION

Hartford Interval House, Inc. (the Organization), was incorporated in the State of Connecticut on February 3, 1977, as a non-profit organization organized to provide support services to victims of domestic violence and emergency shelter for victims and their children in the greater Hartford area. In addition, the Organization operates a satellite office in Manchester, Connecticut, which provides similar services to victims of domestic violence.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The 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.

Principles of Consolidation

The consolidated financial statements include the accounts of Hartford Interval House, Inc. and its subsidiary, Alice K's, LLC. All material inter-organization transactions have been eliminated.

Basis of Presentation

The Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Recognition of Donor-Restricted Contributions

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited using a reasonable basis, such as employee time usage data, that is consistently applied.

Short-term Leases

The Organization elected to not recognize right-of-use assets and lease liabilities for short-term leases. A short-term lease is a lease that has a term of 12 months or less as of the commencement date and does not have a purchase option that the Organization is reasonably certain to exercise. The lease payments for a short-term lease are expensed on a straight-line basis over the lease term.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue Recognition

Grants from the State of Connecticut and federal government, including pass-through funding, are accounted for on the accrual basis. These grants typically take the form of contributions that are conditional on incurring eligible costs in accordance with the grant agreement. Grant revenue is recognized as costs are incurred. Receivables are recognized to the extent costs have been incurred, but not reimbursed. Conversely, a liability is recorded when grant advances exceed eligible costs (refundable advances). The balances in refundable advances at June 30, 2024 and 2023 represent amounts received under various grants that will be expended in the next respective fiscal year or refunded back to the grantor in accordance with the grant agreement.

Donations – Food and Clothing, Volunteers (Contributed Goods and Services)

Food and clothing and other non-cash items are donated by individuals, corporations, foundations, churches and other public and private organizations. These items pass through the Organization to its charitable beneficiaries and are not recorded as contributions in the financial statements. Donated goods and equipment for the Organization's use are recorded at fair market value that otherwise would have been paid for comparable goods and equipment at the time of donation. The Organization utilizes contributed goods and equipment for its general operations unless the goods and equipment are provided with the understanding that they will be used for donor-restricted specific purposes or sold during one of the Organization's fundraising events (e.g., raffle items or auction items). Whenever possible, the estimated fair market values are provided by the donor/vendor based on comparable rates that they otherwise would have paid/charged for the goods and equipment. For the years ended June 30, 2024 and 2023, $17,031 and $17,800, respectively, have been recognized as revenue in the financial statements for donated gift cards and program supplies received for general operations.

The Organization pays for most services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization with its program services. The Organization recognizes contributed services if they create or enhance nonfinancial assets or require specialized skills and would typically be purchased if not provided by donation. The Organization records the estimated fair value of the specialized volunteer services as both revenues and expenses in the period in which the donation is received. The fair value of the volunteer services performed by professionals is based upon an estimated standard hourly market rate multiplied by the number of volunteer hours. Whenever possible, the estimated fair market values are provided by the volunteer service provider based on comparable rates that they otherwise would have charged for the services. For the years ended June 30, 2024 and 2023, $26,350 and $6,563, respectively, have been recognized as revenue in the financial statements for donated legal services received. The legal services support the general operations of the Organization. During the year ended June 30, 2024, donated legal services included those related to the Organization's renovations project and the Department of Housing grant that funds the project.

Investments

Investments are carried at current market values. Net realized and unrealized gains or losses for the year are reflected in the "Investment income" line in the statement of activities. Investment income is reported net of investment fees and similar investment expenses.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Tax Exempt Status

The Organization was organized as a non-stock, nonprofit corporation under Section 501(c)(3) of the Internal Revenue Code and as such is not subject to federal and state corporate income taxes. The Organization qualifies for the charitable contribution deduction under 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(1).

The Organization accounts for uncertainty in income taxes in accordance with the Income Tax Topic of the FASB Accounting Standards Codification. The Organization files a federal income tax return, which represents the major tax jurisdiction of the Organization. The statutes of limitations for federal tax years ending June 30, 2021, through June 30, 2024, remain open for audit under the various statutes of limitations.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Summarized Financial Information for Fiscal Year 2023

The accompanying financial statements include certain prior year summarized comparative information in total but not by net asset class or functional category. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the June 30, 2023, financial statements from which the summarized information was derived.

Equipment - Depreciation

Property and equipment consist of land, a building, building improvements, equipment, and an automobile. Depreciation is provided on a straight-line basis over the estimated useful lives, which range from 3 to 40 years.

Donated items are recorded as support and property and equipment at their fair market value when received by the Organization. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment with explicit continuing restrictions are reported as increases in net assets with donor restrictions. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions each year for the amount of depreciation expense relating to the donated property and equipment. In the absence of explicit donor stipulations, the placed-in-service approach is used for reporting expirations of restrictions on gifts of cash or other assets to be used to acquire or construct a long-lived asset.

All other assets are recorded at cost. Expenditures for repairs and maintenance are charged to expense as incurred. For assets sold or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts and any resulting gain or loss is reflected in income for the period.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all unrestricted highly-liquid investments with an initial maturity of three months or less, and all unrestricted highly-liquid investments in money market funds with weighted average maturity of three months or less, to be cash equivalents.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue from Contracts with Customers

Any consideration received in excess of contract revenue recognized results in a contract liability balance for that contract, while revenue recognized in excess of consideration received results in a balance receivable for that contract. Performance obligations typically consist of the requirement to transfer a service over time or services at points in time. For some grants, the total price is allocated amongst the contract deliverables, typically providing services over the contract period or at an agreed-upon reimbursement rate. Revenue is recognized as the periods of service transpire, or deliverables are transferred to the customer, accordingly, and a corresponding decrease in contract liability or increase in amounts receivable from customers is recognized depending on whether payment has been received from the customer. Any direct and recoverable costs incurred to fulfill a contract in excess of contract expenses recognized results in a contract asset (deferred expenses) balance for that contract. Contract expenses are allocated and recognized in the same manner that contract revenue is, consistent with the satisfaction of performance obligations. Revenue from contracts with customers consisted of the following for the years ended June 30, 2024 and 2023:

	2024	2023
Grants, governmental (fees for services)	$ 14,538	$ 20,133
	$ 14,538	$ 20,133

There were no contract asset deferred expenses balances or contract liabilities at June 30, 2024 and 2023. Contracts receivable consisted of the following at June 30, 2024 and 2023 and are included in “Grants receivable”:

	2024	2023
Contract receivables - beginning	$ 9,328	$ -
Contract receivables - ending	$ 8,250	$ 9,328

The Organization uses historical loss information based on the aging of receivables as the basis to determine expected credit losses for receivables and believes that the composition of receivables at year-end is consistent with historical conditions as credit terms and practices and the client base has not changed significantly. Accounts receivable balances are charged off against the allowance for credit losses after recovery efforts have ceased. The Organization has determined that no allowance for credit losses is needed at June 30, 2024 and 2023, and there was no allowance activity for the years ended June 30, 2024 and 2023.

NOTE 3 - INVESTMENTS

Investments are stated at market values and consist of the following at June 30, 2024:

	Cost Basis	Quoted Prices In Active Markets for Identical Assets (Level 1)	Unrealized Holding Gain	Unrealized Holding Loss
Equities:				
Closed end funds & exchange traded products	$ 454,123	$ 567,084	$ 112,961	$ -
Mutual funds	642,820	774,645	131,825	-
Fixed income:				
Closed end funds & exchange traded products	35,042	31,001	-	(4,041)
Mutual funds	1,118,432	1,015,441	-	(102,991)
Non-traditional:				
Mutual funds	322,343	334,266	11,923	-
	$ 2,572,760	$ 2,722,437	$ 256,709	$ (107,032)

Investments are stated at market values and consist of the following at June 30, 2023:

	Cost Basis	Quoted Prices In Active Markets for Identical Assets (Level 1)	Unrealized Holding Gain	Unrealized Holding Loss
Equities:				
Closed end funds & exchange traded products	$ 510,989	$ 588,053	$ 77,064	$ -
Mutual funds	511,923	546,267	34,344	-
Common stock	818	4,504	3,686	-
Fixed income:				
Closed end funds & exchange traded products	24,990	21,121	-	(3,869)
Mutual funds	1,062,760	955,702	-	(107,058)
Non-traditional:				
Mutual funds	317,997	318,826	829	-
	$ 2,429,477	$ 2,434,473	$ 115,923	$ (110,927)

NOTE 4 - FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board ("FASB") *Accounting Standards Codification* ("ASC") 820, *Fair Value Measurements*, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1	Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access;
Level 2	Inputs to the valuation methodology include: quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability;
Level 3	Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

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

The 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, 2024 and 2023.

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

Common Stock: Valued at the closing price reported on the exchange in which the security is actively traded.

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

All investments are considered to be Level 1.

NOTE 5 - PROPERTY AND EQUIPMENT

Property and equipment are summarized as follows:

	2024	2023
Land	$ 303,784	$ 303,784
Building	208,386	208,386
Building improvements	1,283,441	1,283,441
Equipment, furniture and fixtures	167,796	154,585
Property and equipment	1,963,407	1,950,196
Construction in progress	46,848	-
Less: accumulated depreciation	(1,236,711)	(1,185,562)
Property and equipment, net	$ 773,544	$ 764,634

The building, land, and some equipment held by the Organization comprised a portion of net assets with donor restrictions. See Note 8 for detail relating to these restricted assets.

NOTE 6 - EMPLOYEE RETIREMENT PLANS

The Organization maintains an Erisa 401(k) plan covering substantially all employees. The Organization's expense related to this plan totaled $37,294 and $37,288 for the years ended June 30, 2024 and 2023. Employees are eligible to participate after 1 year of service and attaining the age of 21. Under the plan, the Organization matches 100 percent of the participant's deferral, up to the first 4 percent of wages deferred by the participant.

NOTE 7 - LINE OF CREDIT

The Organization has a line of credit from the financial institution maintaining the Organization's investment accounts. The line of credit is secured by the balance in the Organization's investment accounts and any balance would be due on demand. The approved amount available is subject to the institution's discretion. The line of credit bears interest at varying rates relative to the LIBOR rate. The Organization has various internal policies regarding the use of the line of credit. In July of 2023, the Board of Directors voted to allow the CEO or an authorized individual to withdraw up to $150,000 as needed. At June 30, 2024 and 2023, there were no balances due on the line of credit.

NOTE 8 - NET ASSETS WITH DONOR RESTRICTIONS

As of June 30, 2024 and 2023, net assets with donor restrictions consisted of the following purpose-based restrictions:

	2024	2023
Depreciable assets:		
Building	$ -	$ 131,109
Total depreciable assets	-	131,109
Nondepreciable assets:		
Land	-	295,200
Total nondepreciable assets	-	295,200
Required by grant stipulation:		
Emergency fund for out-of-state client transport	2,500	-
Total required by grant stipulation	2,500	-
Grants awarded not spent for:		
Appliances	3,910	-
Security deposits for Hartford residents	10,000	-
Strategic planning	8,000	-
Second community convenor FY 24-25	50,000	-
Total grants awarded not spent	71,910	-
	$ 74,410	$ 426,309

In August of 2008, Alice K's, LLC purchased from the City of Hartford the land and building which the Organization currently occupies and previously leased for $1. The estimated fair market values of the land and building purchased at the date of acquisition were $295,200 and $208,386, respectively. Per the sale agreement with the City of Hartford, the Organization was required to continue to use these land and facilities to provide emergency shelter for battered women and their children, and should Alice K's, LLC sell this purchased property, proceeds from the sale would have been due to the City of Hartford, not the Organization. However, on November 9, 2023, the City relinquished, released, and terminated its rights in and to the Right of Reverter and the Right of First Refusal contained in the Quit Claim Deed. The land and building net assets were completely released from donor restrictions on that date, accordingly.

NOTE 9 - SPECIAL EVENTS

Revenue from special events in the statements of activities has been shown net of associated costs. The gross receipts and expenses for these events during the years ended June 30, 2024 and 2023, are as follows:

	2024	2023
Gross receipts	$ 273,646	$ 281,478
Associated expenditures	(37,462)	(30,817)
	$ 236,184	$ 250,661

NOTE 10 - ECONOMIC DEPENDENCE

A large concentration of revenue is comprised of Federal and State grants passed through the Connecticut Coalition Against Domestic Violence (CCADV). Much of the Organization's pass-through funding originates from the State of Connecticut Department of Social Services (DSS), United States Department of Justice (DOJ), and the United States Department of the Treasury. Funds received from CCADV, amounted to 43.9% and 52.4% of total revenues for the years ended June 30, 2024 and 2023, respectively. A significant amount of the grants receivable balance at June 30, 2024 and 2023, was comprised of amounts due from CCADV. Any loss or significant reduction in these grants could have a significant impact on the Organization's financial position and program services.

NOTE 11 - CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially subject Hartford Interval House, Inc. to concentrations of credit risk consist principally of cash and cash equivalents and grants and other receivables.

The cash balances maintained at financial institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. At June 30, 2024 and 2023, Hartford Interval House, Inc.'s uninsured cash balances were both $0.

Credit risk with respect to grants receivable is limited due to the number and credit worthiness of the governmental entities and organizations from whom such amounts are due. Concentrations of credit risk with respect to promises to give (pledge receivables) are limited due to the small number of contributors comprising the receivable balance at June 30, 2024 and 2023. Hartford Interval House, Inc. believes all of its pledges and grants receivable outstanding at June 30, 2024 and 2023, to be collectible.

NOTE 12 - NET ASSETS WITH DONOR RESTRICTIONS RELEASED

Net assets with donor restrictions released from restrictions due to the passage of time or actions taken by the Organization or donor as of June 30, 2024 and 2023, consist of the following:

	2024	2023
Expenditures of purpose-restricted grants	$ 6,827	$ 1,175
Building and land	426,309	5,210
	$ 433,136	$ 6,385

NOTE 13 – BOARD-DESIGNATED ENDOWMENT

During the years ended June 30, 2022 and 2021, the Organization received contributions of $145,000 and $1,560,000, respectively, from The Widows' Society. The gift agreement associated with $1,500,000 of the contributions required the Organization to establish an endowment fund known as "The Widows' Society Fund for Assistance to Individuals". The donor intends for the endowment returns to be used to provide assistance to individuals in-need, in line with Interval House's mission. The gift agreement also allows Interval House to repurpose the gift through the approval of 80% of Interval House's Board of Directors. The endowment fund has been classified as a board-designated endowment, net assets without donor restrictions, accordingly.

Investment Return Objectives, Risk Parameters and Strategies: Interval House has adopted investment and spending policies for the endowment assets. Those policies attempt to provide a predictable stream of funding to programs supported by its endowment funds while also maintaining the purchasing power of those endowment assets over the long-term. Accordingly, the investment process seeks to achieve an after-cost total real rate of return, including investment income as well as capital appreciation, which exceeds the annual distribution with acceptable levels of risk. Endowment assets are invested in a well-diversified asset mix, which includes equity and debt securities. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to prevent exposing the fund to unacceptable levels of risk. The investment horizon is long term. Interval House intends to utilize securities exhibiting high degrees of liquidity consistent with those found on publicly-traded exchanges.

Spending Policy: Sufficient liquidity will be maintained to ensure monthly distribution of $6,250. Interval House considers the following factors in making a determination to appropriate or accumulate endowment funds: (1) the duration and preservation of the various funds, (2) the purposes and intent of the endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Organization, and (7) the Organization's investment policies.

NOTE 13 – BOARD-DESIGNATED ENDOWMENT (continued)

During the year ended June 30, changes in endowment net assets consisted of the following:

	2024	2023
Endowment net assets, beginning of year	$ 1,582,781	$ 1,544,046
Investment income	41,326	51,947
Net appreciation	117,406	68,038
Withdrawals and amounts appropriated for expenditure	(73,754)	(81,250)
Endowment net assets, end of year	$ 1,667,759	$ 1,582,781

The endowment net assets consist entirely of board-designated endowment funds without donor restrictions. At June 30, endowment assets included:

	2024	2023
Cash and cash equivalents	$ 20,909	$ 49,589
Investments, at market value	1,646,850	1,533,192
Endowment net assets, end of year	$ 1,667,759	$ 1,582,781

NOTE 14 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Organization is substantially supported by donor-restricted contributions. Because a donor's restriction requires resources to be used in a specific manner or in a future period, Hartford Interval House, Inc. must maintain sufficient resources to meet its responsibilities to its donors. Thus, financial assets may not be available for general expenditures within one year of June 30, 2024.

The following reflects the Organization's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of donor-imposed restrictions or board designations within one year of the statement of financial position date.

NOTE 14 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS (continued)

	2024	2023
Cash and cash equivalents	$ 275,016	$ 238,393
Grants receivable	576,439	641,023
Investments, at market value	2,722,437	2,434,473
Financial assets at year-end	3,573,892	3,313,889
Less those unavailable for general expenditures within one year, due to:		
Donor-imposed purpose restrictions	(74,410)	-
Amounts set aside for endowment by board designation	(1,667,759)	(1,582,781)
Financial assets available to meet cash needs for general expenditure within one year	$ 1,831,723	$ 1,731,108

As part of the Organization's liquidity management plan, cash in excess of daily requirements are invested in a diverse portfolio that includes investments such as money market funds, bond funds, and equity funds. Additionally, as discussed in more detail in Note 7, the Organization maintains a line of credit with the bank that holds its investments.

NOTE 15 – LEASES

The Organization leases two office spaces. One operating lease requires payments of $942 from June 1, 2021, through May 31, 2022; payments of $970 from June 1, 2022, through May 31, 2023; and payments of $998 from June 1, 2023, through May 31, 2024. The Organization renewed the lease for an additional year at a rate of $1,027 monthly, through May 2025.

The other operating lease required payments of $850 per month from June 1, 2021, through May 31, 2023. The Organization renewed the lease for two additional years at a rate of $875 monthly, through May 2025.

The Organization used a discount rate of 4.87% for its operating leases. At June 30, 2024 and 2023, the weighted average remaining lease term was 0.9 years and 1.6 years, respectively, and the weighted average discount rate was 4.87% for the Organization’s operating leases. Operating lease expenses for the years ended June 30, 2024 and 2023, were $23,277 and $22,303, respectively. Cash paid for operating leases during the years ended June 30, 2024 and 2023, totaled $23,277 and $22,303, respectively.

NOTE 15 – LEASES (continued)

The maturities of operating lease liabilities as of June 30, 2024 were as follows:

2025	$	20,927
Total lease payments		20,927
Less: imputed interest		(1,637)
Present value of lease liabilities		19,290
Less: current portion		(19,290)
Long-term portion	$	-

NOTE 16 – NEW ACCOUNTING PRONOUNCEMENTS

In June 2016, the FASB issued Accounting Standards Update (ASU) 2016-13, *Financial Instruments – Credit Losses (Topic 326)*. The main objective of the Update is to provide financial statement users with more decision useful information about the expected credit losses on financial instruments and other commitments to extend credit held by a reporting entity at each reporting date. To achieve this objective, the amendments in the Update replace the incurred loss impairment methodology in current GAAP with a methodology that reflects expected credit losses and requires consideration of a broader range of reasonable and supportable information to inform credit loss estimates. ASU 2016-13 is effective for the Organization's annual financial statements starting in the year ended June 30, 2024, and the Organization has implemented the Update accordingly in its financial statements and accounting policies. The Organization adopted this new guidance utilizing the modified retrospective transition method. The adoption of this Standard did not have a material impact on the Organization's financial statements but did update the language in the "Revenue from Contracts with Customers" section of "Note 2 - Summary of Significant Accounting Policies" regarding how the allowance for credit losses is determined for contract receivables.

NOTE 17 - SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through November 19, 2024, which is the date the financial statements were available to be issued, and has determined that no additional disclosures are required.

HARTFORD INTERVAL HOUSE, INC.
AND CONSOLIDATED SUBSIDIARIES

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

FOR THE YEAR ENDED JUNE 30, 2024

STATE GRANTOR / PASS-THROUGH GRANTOR / PROGRAM TITLE	STATE GRANT PROGRAM CORE-CT NUMBER	PASSED THROUGH TO SUBRECIPIENTS	EXPENDITURES
Department of Social Services			
Pass-through from:			
Connecticut Coalition Against Domestic Violence			
Shelter Services Program	11000-DSS60000-16271		$ 389,671
Marriage License Surcharge	12060-DSS60000-35132		36,281
Total Department of Social Services			425,952
Judicial Branch			
Pass-through from:			
Connecticut Coalition Against Domestic Violence			
Family Violence Intervention	11000-JUD95810-10020-013		8,905
Family Violence Intervention	12014-JUD95810-12047-013		43,329
Electronic Monitoring Program (CSSD GPS)	11000-JUD96114-12043		42,500
Total Judicial Branch			94,734
Office of Policy & Management			
Pass-through from:			
Connecticut Coalition Against Domestic Violence			
STOP Violence Against Women Formula (VAW) Grant Program	11000-OPM20600-11000		3,590
Total Office of Policy & Management			3,590
Department of Housing			
State Housing Trust Funds	24DOH0027FX		46,848
Total Department of Housing			46,848
TOTAL STATE FINANCIAL ASSISTANCE		$ -	$ 571,124

See accompanying notes to the schedule.

HARTFORD INTERVAL HOUSE, INC.
AND CONSOLIDATED SUBSIDIARIES

NOTES TO SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

FOR THE YEAR ENDED JUNE 30, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying schedule of expenditures of state financial assistance includes state grant activity of Hartford Interval House, Inc. and consolidated subsidiaries (the Organization) under programs of the State of Connecticut for the fiscal year ended June 30, 2024. Various departments and agencies of the State of Connecticut have provided financial assistance through grants and other authorizations in accordance with the General Statutes of the State of Connecticut. Because the schedule presents only a selected portion of the operations of the Organization, it is not intended and does not present the financial position, changes in fund balance, changes in net position, or cash flows of the Organization.

The accounting policies of the Organization conform to accounting principles generally accepted in the United States of America as applicable to nonprofit organizations.

The information in the Schedule of Expenditures of State Financial Assistance is presented based upon regulations established by the State of Connecticut, Office of Policy and Management.

Basis of Accounting

Expenditures reported on the Schedule of Expenditures of State Financial Assistance are presented on the accrual basis of accounting. In accordance with Section 4-236-22 of the Regulations to the State Single Audit Act, certain grants are not dependent on expenditure activity, and accordingly, are considered to be expended in the fiscal year of receipt. These grant program receipts are reflected in the expenditures column of the Schedule of Expenditures of State Financial Assistance.

HARTFORD INTERVAL HOUSE, INC.
AND CONSOLIDATED SUBSIDIARIES

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2024

FEDERAL GRANTOR / PASS-THROUGH GRANTOR / PROGRAM TITLE	ASSISTANCE LISTING NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	PASSED THROUGH TO SUBRECIPIENTS	TOTAL FEDERAL EXPENDITURES
Department of Housing and Urban Development (HUD)				
Passed through from Town of East Hartford, CT				
Community Development Block Grants/Entitlement Grants	14.218	CDBG		$ 4,274
Passed through from Town of Manchester, CT				
Community Development Block Grants/Entitlement Grants	14.218	CDBG		12,204
				16,478
Passed through from City of Hartford, CT				
Emergency Solutions Grant Program	14.231	ESG		16,600
Passed through from CT Coalition Against Domestic Violence				
Continuum of Care Program	14.267	23DOH0901FJ / 21DOH0901FJ		56,819
Total Department of Housing and Urban Development (HUD)				89,897
Department of Justice (DOJ)				
Passed through from CT Coalition Against Domestic Violence				
Crime Victim Assistance	16.575	02-2202-15 / 15POVC-21-GC-00615-ASSI		269,178
Crime Victim Assistance	16.575	02-2202-19 / 15POVC-22-GG-00715-ASSI		6,457
				275,635
Passed through from CT Coalition Against Domestic Violence				
Violence Against Women Formula Grants	16.588	2020-CR-AX-0013		15,000
Violence Against Women Formula Grants	16.588	20VWCCADVLEVA / 2020-WF-AX-0028		10,771
				25,771
Total Department of Justice (DOJ)				$ 301,406

See accompanying notes to the schedule.

HARTFORD INTERVAL HOUSE, INC.
AND CONSOLIDATED SUBSIDIARIES

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2024

FEDERAL GRANTOR / PASS-THROUGH GRANTOR / PROGRAM TITLE	ASSISTANCE LISTING NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	PASSED THROUGH TO SUBRECIPIENTS	TOTAL FEDERAL EXPENDITURES
Department of the Treasury				
Passed through from CT Coalition Against Domestic Violence				
COVID-19 - Coronavirus State And Local Fiscal Recovery Funds	21.027	02-2202-15 / SLFRPO128 / ARPA		$ 283,889
COVID-19 - Coronavirus State And Local Fiscal Recovery Funds	21.027	02-2202-19 / SLFRPO128 / ARPA		6,458
COVID-19 - Coronavirus State And Local Fiscal Recovery Funds	21.027	23DSS5401FJ		205,584
				495,931
Total Department of the Treasury				495,931
Department of Health and Human Services (HHS)				
Passed through from CT Coalition Against Domestic Violence				
Family Violence Prevention and Services / Domestic Violence Shelter and Supportive Services	93.671	15DSS5401FJ		4,000
Family Violence Prevention and Services / Domestic Violence Shelter and Supportive Services	93.671	19DSS5401FJ / 159-1FJ-SSP-01		125,186
				129,186
Passed through from CT Coalition Against Domestic Violence				
Block Grants For Prevention And Treatment Of Substance Abuse	93.959	22MHA6049 / 1B087I083932-01		4,800
Total Department of Health and Human Services (HHS)				133,986
Department of Homeland Security (DHS)				
Emergency Food and Shelter National Board Program	97.024			13,592
Total Department of Homeland Security (DHS)				13,592
TOTAL EXPENDITURES OF FEDERAL AWARDS			$ -	$ 1,034,812

See accompanying notes to the schedule.

HARTFORD INTERVAL HOUSE, INC.
AND CONSOLIDATED SUBSIDIARIES

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2024

NOTE A—BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Hartford Interval House, Inc. and consolidated subsidiaries (the Organization) under programs of the federal government for the year ended June 30, 2024. 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 the Organization, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Organization.

NOTE B—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE C—INDIRECT COST RATE

The Organization has elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

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
Hartford Interval House, 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 consolidated financial statements of Hartford Interval House, Inc. (a nonprofit organization) and consolidated subsidiaries (collectively, the Organization), which comprise the consolidated statement of financial position as of June 30, 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated November 19, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Organization'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 consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 consolidated 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 the Organization's consolidated 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 consolidated 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*.

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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.

Carney, Roy and Gerst, P.C.

Rocky Hill, Connecticut
November 19, 2024

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE STATE SINGLE AUDIT ACT

To the Board of Directors of
Hartford Interval House, Inc.

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited Hartford Interval House Inc. and consolidated subsidiaries (the Organization)'s compliance with the types of compliance requirements identified as subject to audit in the Office of Policy and Management's *Compliance Supplement* that could have a direct and material effect on each of the Organization's major state programs for the year ended June 30, 2024. The Organization's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2024.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of the State Single Audit Act (C.G.S Sections 4-230 to 4-236). Our responsibilities under those standards and the State Single Audit Act are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Organization 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 state program. Our audit does not provide a legal determination of the Organization'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 the Organization's state programs.

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Auditor's 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 the Organization'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 GAAS, *Government Auditing Standards*, and the State Single Audit 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 the Organization's compliance with the requirements of each major state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the State Single Audit Act, 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 the Organization'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 the Organization'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 State Single Audit Act, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 state 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 state 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 state 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 Auditor's 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 State Single Audit Act. Accordingly, this report is not suitable for any other purpose.

Rocky Hill, Connecticut
November 19, 2024

HARTFORD INTERVAL HOUSE, INC.
AND CONSOLIDATED SUBSIDIARIES

SCHEDULE OF FINDINGS AND QUESTIONED COSTS - STATE

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's opinion issued: Unmodified Opinion

Internal control over financial reporting:
- Material weakness(es) identified? ___ yes _x_ no
- Significant deficiency(ies) identified? ___ yes _x_ none reported

Noncompliance material to financial statements noted? ___ yes _x_ no

State Financial Assistance

Internal control over major programs:
- Material weakness(es) identified? ___ yes _x_ no
- Significant deficiency(ies) identified? ___ yes _x_ none reported

Type of auditor's opinion issued on compliance for major programs: Unmodified Opinion

Any audit findings disclosed that are required to be reported in accordance with Section 4-236-24 of the Regulations to the State Single Audit Act? ___ yes _x_ no

- The following schedule reflects the major programs included in the audit:

State Grantor and Program	State Core-CT Number	Expenditures
Department of Social Services		
Shelter Services Program	11000-DSS60000-16271	$ 389,671

- Dollar threshold used to distinguish between type A and type B programs: $ 100,000

II. FINANCIAL STATEMENT FINDINGS

There are no such findings related to the financial statements.

III. STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS

There are no such findings or questioned costs related to state financial assistance.

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

To the Board of Directors of
Hartford Interval House, Inc.

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Hartford Interval House, Inc. and consolidated subsidiaries (the Organization)'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 the Organization's major federal programs for the year ended June 30, 2024. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization 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, 2024.

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 Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Organization 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 the Organization'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 the Organization's federal programs.

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Auditor's 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 the Organization'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 the Organization'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 the Organization'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 the Organization'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 the Organization'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 Auditor's 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.

Carney, Roy and Gerst, P.C.

Rocky Hill, Connecticut
November 19, 2024

HARTFORD INTERVAL HOUSE, INC.
AND CONSOLIDATED SUBSIDIARIES

SCHEDULE OF FINDINGS AND QUESTIONED COSTS - FEDERAL

FOR THE YEAR ENDED JUNE 30, 2024

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified Opinion

Internal control over financial reporting:
- Material weakness(es) identified? ___ yes _x_ no
- Significant deficiency(ies) identified? ___ yes _x_ none reported

Noncompliance material to financial statements noted? ___ yes _x_ no

Federal Awards

Internal control over major programs:
- Material weakness(es) identified? ___ yes _x_ no
- Significant deficiency(ies) identified? ___ yes _x_ none reported

Type of auditor's report issued on compliance for major programs: Unmodified Opinion

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)? ___ yes _x_ no

- The following schedule reflects the major programs included in the audit:

Federal Grantor and Program	Assistance Listing Number	Expenditures
Department of the Treasury		
COVID-19 - Coronavirus State And Local Fiscal Recovery Funds	21.027	$ 495,931

- Dollar threshold used to distinguish between type A and type B programs: $ 750,000

- Auditee qualified as low-risk auditee? _x_ yes ___ no

II. FINDINGS- FINANCIAL STATEMENT AUDIT

There are no such findings related to the financial statements.

III. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

There are no such findings or questioned costs related to federal award programs.