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SAFEHOME, INC.

FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION
TOGETHER WITH INDEPENDENT AUDITOR'S REPORT

DECEMBER 31, 2024 AND 2023

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Independent Auditor's Report

To the Board of Directors
Safehome, Inc.
Overland Park, Kansas

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Safehome, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses, and cash flows, for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Safehome, Inc. as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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 Safehome, Inc. 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 opinion.

Prior Period Financial Statements

The financial statements of Safehome, Inc. as of December 31, 2023, were audited by other auditors whose report dated July 24, 2024, expressed an unmodified opinion on those statements.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 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 financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Safehome, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Safehome, Inc.'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.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. 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 federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 12, 2025, on our consideration of Safehome, Inc.'s 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 Safehome, Inc.'s internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Safehome, Inc.'s internal control over financial reporting and compliance.

SSC CPAs, P.A.

SSC CPAs, P.A.
Overland Park, Kansas

June 12, 2025



SAFEHOME, INC.**STATEMENTS OF FINANCIAL POSITION**

December 31,	2024		2023	
ASSETS				
Cash and cash equivalents	\$	500,979	\$	536,724
Grants receivable		264,232		427,150
Unconditional promises to give		123,081		248,379
Inventories		67,936		106,613
Investments		3,509,171		2,769,447
Property and equipment, net		3,272,657		2,837,915
TOTAL ASSETS	\$	7,738,056	\$	6,926,228
LIABILITIES AND NET ASSETS				
Accounts payable	\$	162,175	\$	13,184
Accrued expenses		202,951		225,447
Refundable advance and deposits		175,887		7,484
Total liabilities		541,013		246,115
Net assets				
Net assets without donor restrictions		5,724,130		5,097,248
Net assets with donor restrictions		1,472,913		1,582,865
Total net assets		7,197,043		6,680,113
TOTAL LIABILITIES AND NET ASSETS	\$	7,738,056	\$	6,926,228

SAFEHOME, INC.**STATEMENTS OF ACTIVITIES**

	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, support and gains						
Government grants and contracts	\$ 2,433,632	\$ -	\$ 2,433,632	\$ 2,565,383	\$ -	\$ 2,565,383
Contributions of cash and other financial assets	870,922	984,036	1,854,958	967,366	644,829	1,612,195
Contributions of nonfinancial assets	348,923	-	348,923	299,520	-	299,520
Special events revenue, net of costs of direct benefits to donors	313,678	-	313,678	326,063	-	326,063
Investment return, net	290,693	1,554	292,247	135,679	158,274	293,953
Other income	3,452	-	3,452	3,428	-	3,428
Net assets released from restrictions	1,095,542	(1,095,542)	-	335,202	(335,202)	-
Total revenues, support and gains	5,356,842	(109,952)	5,246,890	4,632,641	467,901	5,100,542
Expenses						
<i>Program services</i>						
Shelter	2,763,493	-	2,763,493	2,516,960	-	2,516,960
Counseling	217,755	-	217,755	223,136	-	223,136
Outreach	914,600	-	914,600	1,006,730	-	1,006,730
Children's	35,978	-	35,978	39,848	-	39,848
<i>Total program services</i>	<i>3,931,826</i>	<i>-</i>	<i>3,931,826</i>	<i>3,786,674</i>	<i>-</i>	<i>3,786,674</i>
<i>Support services</i>						
Management and general	347,418	-	347,418	411,915	-	411,915
Fundraising	450,716	-	450,716	444,760	-	444,760
<i>Total support services</i>	<i>798,134</i>	<i>-</i>	<i>798,134</i>	<i>856,675</i>	<i>-</i>	<i>856,675</i>
Total expenses	4,729,960	-	4,729,960	4,643,349	-	4,643,349
CHANGE IN NET ASSETS	626,882	(109,952)	516,930	(10,708)	467,901	457,193
Net assets, beginning of year	5,097,248	1,582,865	6,680,113	5,107,956	1,114,964	6,222,920
Net assets, end of year	\$ 5,724,130	\$ 1,472,913	\$ 7,197,043	\$ 5,097,248	\$ 1,582,865	\$ 6,680,113

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

SAFEHOME, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31,

2024

	Program Services					Supporting Services				Total
	Shelter	Counseling	Outreach	Children's	Total Program Services	Management and General	Fundraising	Total Support Services		
Salaries and wages	\$ 1,409,903	\$ 86,591	\$ 611,649	\$ 13,917	\$ 2,122,060	\$ 235,652	\$ 288,192	\$ 523,844	\$ 2,645,904	
Client assistance	764,852	-	77,048	-	841,900	-	-	-	841,900	
Payroll taxes and employee benefits	236,882	13,435	107,687	2,159	360,163	36,563	33,928	70,491	430,654	
Depreciation	117,110	57,305	32,793	9,715	216,923	28,639	27,150	55,789	272,712	
Occupancy	74,674	34,028	19,473	5,769	133,944	17,006	16,122	33,128	167,072	
Contract labor	17,084	8,228	5,044	1,395	31,751	4,112	3,898	8,010	39,761	
Office supplies and expenses	42,327	2,423	17,536	389	62,675	6,593	8,063	14,656	77,331	
Materials and supplies	2,166	113	849	18	3,146	308	21,883	22,191	25,337	
Telephone and internet	23,933	8,298	7,262	1,407	40,900	4,147	5,042	9,189	50,089	
Professional fees	34,582	2,124	15,003	341	52,050	5,780	7,069	12,849	64,899	
Bank and investment fees	13	-	-	-	13	2,065	5,394	7,459	7,472	
Dues and subscriptions	10,745	636	6,101	102	17,584	1,731	26,856	28,587	46,171	
Travel	7,129	330	2,377	53	9,889	899	1,113	2,012	11,901	
Other personnel costs	13,661	738	6,054	119	20,572	2,009	2,157	4,166	24,738	
Printing and postage	839	37	263	6	1,145	102	2,057	2,159	3,304	
Insurance	7,017	3,434	5,211	582	16,244	1,716	1,627	3,343	19,587	
Miscellaneous	576	35	250	6	867	96	165	261	1,128	
TOTAL EXPENSES	\$ 2,763,493	\$ 217,755	\$ 914,600	\$ 35,978	\$ 3,931,826	\$ 347,418	\$ 450,716	\$ 798,134	\$ 4,729,960	

SAFEHOME, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31,

2023

	Program Services					Supporting Services				Total
	Shelter	Counseling	Outreach	Children's	Total Program Services	Management and General	Fundraising	Total Support Services		
Salaries and wages	\$ 1,308,188	\$ 91,734	\$ 666,015	\$ 17,515	\$ 2,083,452	\$ 284,392	\$ 274,118	\$ 558,510	\$ 2,641,962	
Client assistance	596,037	-	104,680	-	700,717	-	-	-	700,717	
Payroll taxes and employee benefits	226,746	17,886	110,368	2,907	357,907	48,362	42,116	90,478	448,385	
Depreciation	119,378	58,415	33,428	9,903	221,124	29,193	27,676	56,869	277,993	
Occupancy	56,858	27,408	15,684	4,646	104,596	13,697	12,985	26,682	131,278	
Contract labor	17,344	7,998	4,577	1,356	31,275	3,997	10,092	14,089	45,364	
Office supplies and expenses	55,431	3,184	23,242	608	82,465	9,872	9,608	19,480	101,945	
Materials and supplies	12,587	175	1,290	33	14,085	542	18,178	18,720	32,805	
Telephone and internet	38,815	3,448	4,556	584	47,403	1,724	3,111	4,835	52,238	
Professional fees	34,712	2,434	17,672	465	55,283	7,546	7,274	14,820	70,103	
Bank and investment fees	8	-	-	-	8	1,923	4,346	6,269	6,277	
Dues and subscriptions	14,573	1,013	8,516	194	24,296	3,142	22,631	25,773	50,069	
Travel	3,977	237	3,410	45	7,669	733	1,036	1,769	9,438	
Other personnel costs	14,361	800	8,050	166	23,377	2,479	3,114	5,593	28,970	
Printing and postage	177	(3)	1	-	175	(12)	4,302	4,290	4,465	
Insurance	17,083	8,359	4,784	1,417	31,643	4,179	3,960	8,139	39,782	
Miscellaneous	685	48	457	9	1,199	146	213	359	1,558	
TOTAL EXPENSES	\$ 2,516,960	\$ 223,136	\$ 1,006,730	\$ 39,848	\$ 3,786,674	\$ 411,915	\$ 444,760	\$ 856,675	\$ 4,643,349	

SAFEHOME, INC.**STATEMENTS OF CASH FLOWS**

For the years ended December 31,	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES:		
Government grants and contract payments received	\$ 2,764,953	\$ 2,545,869
Contributions and other cash receipts	1,598,611	1,658,338
Payments for salaries, benefits and payroll taxes	(3,180,592)	(3,058,903)
Payments to vendors	(996,783)	(991,196)
NET CASH PROVIDED BY OPERATING ACTIVITIES	186,189	154,108
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments	(1,963,528)	(616,694)
Proceeds from sale of investments	1,516,509	614,046
Purchase of property and equipment	(555,228)	(84,108)
NET CASH USED IN INVESTING ACTIVITIES	(1,002,247)	(86,756)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from contributions restricted for capital improvements	780,313	10,000
NET CASH PROVIDED BY FINANCING ACTIVITIES	780,313	10,000
Net increase (decrease) in cash and cash equivalents	(35,745)	77,352
Cash and cash equivalents, beginning of year	536,724	459,372
Cash and cash equivalents, end of year	\$ 500,979	\$ 536,724

Supplemental noncash investing and financing information

Property and equipment in accounts payable	\$ 151,164	\$ 18,309
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The accompanying notes are an integral part of the financial statements.

SAFEHOME, INC.

NOTES TO THE FINANCIAL STATEMENTS

1. NATURE OF ORGANIZATION

Safehome, Inc. (the “Organization”) provides a healing atmosphere where survivors of domestic violence gain inner strength, build self-esteem, explore options, and establish a life free of violence. Through the Organization’s shelter and community services, approximately 2,700 individuals each year receive the support they need to lead healthy, independent lives. Its vision is to create a community free of domestic violence and partner abuse. The Organization’s mission is to break the cycle of domestic violence and partner abuse for victims and their children by providing shelter, advocacy, counseling and prevention education in its community.

Domestic violence is a significant and growing public safety issue that affects the health and well-being of millions of people in the United States each year regardless of race, ethnicity, gender, socio-economic status or sexual orientation. The effects of domestic violence are devastating. Victims of domestic violence struggle with physical and emotional trauma, a diminished sense of self, and often express self-blame for the abuse they have suffered. In addition to physical abuse and threats of violence, victims are often barred from any independent activities, denied access to family finances, discouraged or forbidden from seeking employment and not permitted to spend time with family and friends.

Safehome, Inc. is a 501(c)(3) nonprofit organization established in 1980. The Organization is supported primarily by several federal, state, and local grants, and contributions from donors in the Kansas City metro area. Donations received by the Organization are tax deductible.

Program Descriptions – Safehome, Inc. is the largest domestic violence agency in the state of Kansas and the only agency in Johnson County, Kansas. The Organization serves the entire Kansas City metro area with an emphasis in Johnson and Miami Counties in Kansas. In 2024, Safehome, Inc. provided services to approximately 9,838 individuals through its four primary comprehensive services. All of the Organization’s services are available in English and Spanish, and other language translation is provided as needed. Safehome, Inc. provides all of its services confidentially and free of charge.

Shelter – The Organization’s emergency shelter consists of 14 family units, 10 single units, and the option to provide two large family units, providing a confidential, safe, and healing atmosphere for adults and children to love, gain inner strength, build self-esteem, and heal. In 2024, the Organization provided 317 adults and children escaping from domestic violence with 16,018 shelter bed nights of refuge to find safety, help and hope. The Organization’s shelter includes a crisis hotline that is available 24 hours a day, 7 days a week to provide a listening ear, help with immediate safety planning, and connect victims with the Organization’s or other community resources they need to escape domestic violence situations. In 2024, the Organization responded to 7,631 hotline calls. The Organization also provides rent assistance and supportive services to families who transition to independent living.

Counseling – Licensed therapists provide individual counseling for adults and children who are victims of domestic violence. Additionally, support groups are offered on a variety of special interest topics. In 2024, the Organization provided 2,959 hours of counseling services to 453 adults and 12 children and facilitated 68 support groups.

Outreach and Advocacy

Healthcare Advocacy – Healthcare advocates offer help to victims of domestic violence in health care settings such as hospitals and medical clinics. The Organization educated 80 individuals and trained 220 medical professionals in 2024 to recognize and respond to victims of domestic violence.

SAFEHOME, INC.

NOTES TO THE FINANCIAL STATEMENTS

Community Education – The Organization educates victims and the community at large about domestic violence issues. Economic advocates assist clients with budgeting and financial management education individually and in structured classes. In 2024, the Organization provided 42 hours of training and community awareness presentations.

Court and Legal Services Advocacy – The Organization provides assistance to victims at the district court. The Organization is the only domestic violence agency in the Kansas City metro area or in the state of Kansas to have a full-time attorney on staff. In 2024, the Organization assisted 51 individuals with legal services directly from its full-time attorney, and assisted 697 victims with learning about domestic violence, protection from abuse orders and the legal process in district court through its legal advocacy services. The Organization provided 1,082 hours of free legal assistance.

Children’s Services – Children receive supportive services for school, health care, and daily needs. The Organization’s licensed child and family therapists are skilled in working with children exposed to or affected by domestic violence. Safehome also provides a staffed Children’s Center for clients’ children to utilize during clients’ therapy sessions, legal counsel and court appearances. A summer program, with a summer camp counselor, provides extracurricular summer activities to children and their families.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP).

Use of estimates

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

Cash and cash equivalents

The Organization considers all liquid investments with original maturities of three months or less to be cash equivalents. Uninvested cash and cash equivalents included in investment accounts, including endowment accounts, are not considered to be cash and cash equivalents. At December 31, 2024 and 2023, cash equivalents consisted primarily of money market accounts with brokers. At December 31, 2024 and 2023, the Organization’s cash accounts exceeded federally insured limits by approximately \$167,000 and \$69,000, respectively.

Grants receivable

Grants receivable primarily consist of amounts due from foundations and governmental agencies based on amounts defined in the contract or grant agreement. Grants receivable are typically paid by the granting agency in their normal course of business (usually within 90 days). The Organization provides an allowance for uncollectable grants receivable, which is based upon a review of outstanding receivables, historical collection information and existing economic conditions.

Inventories

Inventories consist of clothing, food, health and beauty and other miscellaneous household items. Inventory is stated at estimated fair value at date of donation.

SAFEHOME, INC.

NOTES TO THE FINANCIAL STATEMENTS

Investments and net investment return

Investments in equity securities having a readily determinable fair value and in all debt securities are carried at fair value. Certificates of deposit are carried at cost.

Investment return includes dividend, interest and other investment income; realized and unrealized gains and losses on investments carried at fair value; and realized gains and losses on other investments, less external and direct internal investment expenses. Gains and losses on the sale of securities are recorded on the trade date and are determined using the specific identification method.

Investment return that is initially restricted by donor stipulation and for which the restriction will be satisfied in the same year is included in net assets with donor restrictions and then released from restriction. Other investment return is reflected in the statements of activities with or without donor restrictions based upon the existence and nature of any donor or legally imposed restrictions.

Fair value measurements – definition and hierarchy

The FASB *Fair Value Measurement* standard establishes a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are inputs that market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the Organization. Unobservable inputs are inputs that reflect the Organization's assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The hierarchy is broken down into three levels based on the observability of inputs as follows:

Level 1 - Valuations based on quoted prices in active markets for identical assets or liabilities that the Organization has the ability to access. Valuation adjustments and block discounts are not applied to Level 1 instruments. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these products does not entail a significant degree of judgment.

Level 2 - Valuations based on one or more quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

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

The availability of observable inputs can vary from product to product and is affected by a wide variety of factors, including, for example, the type of product, whether the product is new and not yet established in the marketplace, the liquidity of markets and other characteristics particular to the transaction. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised by the Organization determining fair value is greatest for instruments categorized in Level 3.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes the level in the fair value hierarchy within which the fair value measurement falls in its entirety is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

SAFEHOME, INC.

NOTES TO THE FINANCIAL STATEMENTS

Property and equipment

Property and equipment acquisitions over \$5,000 are stated at cost, less accumulated depreciation. Depreciation is charged to expense on the straight-line basis over the estimated useful life of each asset.

The estimated useful lives for each major depreciable classification of property and equipment are as follows:

Buildings	30 years
Land and building improvements	10 to 15 years
Furniture and fixtures	5 to 10 years
Equipment	3 to 10 years
Software	3 years

Long-lived asset impairment

The Organization evaluates the recoverability of the carrying value of long-lived assets whenever events or circumstances indicate the carrying amount may not be recoverable. If a long-lived asset is tested for recoverability and the undiscounted estimated future cash flows expected to result from the use and eventual disposition of the asset are less than the carrying amount of the asset, the asset cost is adjusted to fair value and an impairment loss is recognized as the amount by which the carrying amount of a long-lived asset exceeds its fair value. No asset impairment was recognized during the years ended December 31, 2024 and 2023.

Net assets

Net assets, revenues, gains and losses are classified based on the existence or absence of donor or grantor restrictions.

Net assets without donor restrictions are available for use in general operations and not subject to donor or certain grantor restrictions. The governing board has designated, from net assets without donor or certain grantor restrictions, net assets for an operating reserve and board-designated endowment.

Net assets with donor restrictions are subject to donor or certain grantor restrictions. Some restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other restrictions are perpetual in nature, where the donor or grantor stipulates that resources be maintained in perpetuity.

Government grants and contracts

Support funded by government grants and contracts are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Organization has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statements of financial position. Grant activities and outlays are subject to audit and acceptance by the granting agency and, as a result of such audit, adjustments could be required.

SAFEHOME, INC.

NOTES TO THE FINANCIAL STATEMENTS

Contributions

Contributions are provided to the Organization either with or without restrictions placed on the gift by the donor. Revenues and net assets are separately reported to reflect the nature of those gifts – with or without donor restrictions. The value recorded for each contribution is recognized as follows:

Nature of the Gift	Value Recognized
<i>Conditional gifts, with or without restriction</i>	
Gifts that depend on the Organization overcoming a donor-imposed barrier to be entitled to the funds	Not recognized until the gift becomes unconditional, i.e., the donor-imposed barrier is met
<i>Unconditional gifts, with or without restriction</i>	
Received at date of gift – cash and other assets	Fair value
Expected to be collected within one year	Net realizable value
Collected in future years	Initially reported at fair value determined using the discounted present value of estimated future cash flows technique

In addition to the amount initially recognized, revenue for unconditional gifts to be collected in future years is also recognized each year as the present-value discount is amortized using the level-yield method.

When a donor stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Absent explicit donor stipulations for the period of time that long-lived assets must be held, expirations of restrictions for gifts of land, buildings, equipment and other long-lived assets are reported when those assets are placed in service.

Gifts and investment income that are originally restricted by the donor and for which the restriction is met in the same time period the gift is received are recorded as revenue with donor restrictions and then released from restriction. Conditional contributions having donor stipulations which are satisfied in the period the gift is received are recorded as revenue and net assets without donor restrictions.

Special events revenue

The portion of the special events revenue that relates to the commensurate value the donor received in return is recognized when the related events are held and performance obligations are met. The transaction price is determined based on the value of direct benefits provided to donors, which was \$81,538 and \$75,097 for the years ended December 31, 2024 and 2023, respectively. All special events revenue is recognized as of the point in time the event is held and benefits are provided to the donor, which is when the performance obligations are met. The portion of special events revenue considered to be a contribution is recognized in accordance with the Organization’s contribution revenue policies.

Income taxes

The Organization is exempt from income taxes under section 501(c)(3) of the Internal Revenue Code as provided by a determination letter received from the Internal Revenue Service.

SAFEHOME, INC.

NOTES TO THE FINANCIAL STATEMENTS

The Organization has adopted the provisions of FASB ASC 740-10, *Accounting for Income Taxes*. This standard clarifies the accounting for uncertainty in income taxes recognized in an organization's financial statements. The standard prescribes recognition and measurement of tax positions taken or expected to be taken on a tax return that are not certain to be realized. The Organization has not identified any uncertain tax positions.

The Organization's income tax returns are subject to review and examination by federal, state, and local authorities. The Organization is not aware of any activities that are subject to tax on unrelated business income or excise or other taxes.

Functional expense allocation

The costs of supporting the various programs and other activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Certain costs have been allocated among the program, management and general and fundraising categories based on estimated time expended, square footage or management's estimate of usage.

3. LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date comprise the following as of December 31:

	2024	2023
Cash and cash equivalents	\$ 500,979	\$ 536,724
Investments	3,509,171	2,769,447
Grants receivable	264,232	427,150
Unconditional promises to give	123,081	248,379
Total financial assets available within one year	4,397,463	3,981,700
Less those generally unavailable for expenditure due to:		
Board designated - operating reserve	(54,497)	(54,497)
Board designated - endowment	(1,390,127)	(1,179,063)
Donor endowments to be held in perpetuity	(890,030)	(890,030)
Donor-restricted for capital improvements	(1,277)	(1,277)
Donor-restricted for long-term purposes	(159,436)	(76,549)
Unconditional promises to give due in more than one year	-	(125,245)
Total financial assets not available to be used within one year	(2,495,367)	(2,326,661)
Financial assets available to meet cash needs for general expenditures within one year	\$ 1,902,096	\$ 1,655,039

The Organization receives significant contributions restricted by donors and considers contributions restricted for programs which are ongoing, major and central to its annual operations to be available to meet cash needs for general expenditures. For the years ended December 31, 2024 and 2023 restricted contributions of \$422,170 and \$489,764, respectively, were included in financial assets available to meet cash needs for general expenditures within one year.

The Organization's endowment funds consist of donor-restricted endowments and funds designated by the board as endowments. Donor-restricted endowment funds are not available for general expenditure. Although the Organization does not intend to spend from its board-designated endowment (other than amounts appropriated for general expenditure as part of the board's annual budget approval and

SAFEHOME, INC.**NOTES TO THE FINANCIAL STATEMENTS**

appropriation), these amounts could be made available if necessary. The underlying investments are mutual funds, and there are no withdrawal restrictions.

The board has also designated an amount for the purposes of establishing a prudent operating reserve. The operating reserve is intended to cover approximately six months of operating expense. To help manage unanticipated liquidity needs, the Organization has a committed line of credit in the amount of \$250,000, which it could draw upon.

The Organization 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. As part of the Organization's liquidity management plan, the Organization invests cash in excess of daily requirement in short-term, low-risk investments.

4. CONDITIONAL GRANT COMMITMENTS

The Organization receives its grant support through periodic claims filed with the respective funding sources, not to exceed a limit specified in the funding agreement. Since the financial statements of the Organization are prepared on the accrual basis, all earned portions of the grants not yet received as of December 31, 2024 and 2023, have been recorded as receivables. The following summarizes the conditional grant commitments that extend beyond December 31, 2024 and 2023:

Grant	Conditonal Grant Amount	Recognized as of December 31, 2024	Funding Available
Conditional upon incurrence of allowable qualifying expenses	\$ 1,145,237	\$ 379,293	\$ 765,944
Conditional upon availability of funds	1,631,167	640,393	990,774
	\$ 2,776,404	\$ 1,019,686	\$ 1,756,718

Grant	Conditonal Grant Amount	Recognized as of December 31, 2023	Funding Available
Conditional upon incurrence of allowable qualifying expenses	\$ 1,806,162	\$ 700,144	\$ 1,106,018
Conditional upon availability of funds	1,013,016	361,903	651,113
	\$ 2,819,178	\$ 1,062,047	\$ 1,757,131

SAFEHOME, INC.

NOTES TO THE FINANCIAL STATEMENTS

5. PROPERTY AND EQUIPMENT

Property and equipment include the following as of December 31:

	2024	2023
Land	\$ 555,000	\$ 555,000
Land improvements	327,261	327,261
Building	3,099,889	3,099,889
Building improvements	1,646,882	1,646,883
Furniture and fixtures	291,770	291,770
Equipment and software	249,834	249,834
Construction in process	707,191	-
Total property and equipment	6,877,827	6,170,637
Less accumulated depreciation	(3,605,170)	(3,332,722)
Property and equipment, net	\$ 3,272,657	\$ 2,837,915

Depreciation expense was \$272,712 and \$277,993 for the years ended December 31, 2024 and 2023, respectively.

Construction in process at December 31, 2024 included costs incurred to date to complete construction of the pet shelter project. No depreciation has been taken on these capitalized costs as they were not placed in service as of December 31, 2024.

6. INVESTMENTS AND FAIR VALUE MEASUREMENTS

The following table presents the investment balances and the fair value measurements recognized in the accompanying statements of financial position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at December 31, 2024 and 2023:

December 31, 2024	(Level 1)	(Level 2)	(Level 3)	At cost	Total
Money market funds	\$ 1,190,084	\$ -	\$ -	\$ -	\$ 1,190,084
Mutual funds:					-
Equity - domestic	981,501	-	-	-	981,501
Equity - international	175,801	-	-	-	175,801
Fixed income	973,298	-	-	-	973,298
Other	133,990	-	-	-	133,990
Certificates of deposit	-	-	-	54,497	54,497
Total investments	\$ 3,454,674	\$ -	\$ -	\$ 54,497	\$ 3,509,171

SAFEHOME, INC.**NOTES TO THE FINANCIAL STATEMENTS**

December 31, 2023	(Level 1)	(Level 2)	(Level 3)	At cost	Total
Money market funds	\$ 583,604	\$ -	\$ -	\$ -	583,604
Mutual funds:					-
Equity - domestic	762,569	-	-	-	762,569
Equity - international	215,581	-	-	-	215,581
Fixed income	877,154	-	-	-	877,154
Other	120,456	-	-	-	120,456
Common stock	155,586	-	-	-	155,586
Certificates of deposit	-	-	-	54,497	54,497
Total investments	\$ 2,714,950	\$ -	\$ -	\$ 54,497	\$ 2,769,447

Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. If quoted market prices are not available, then fair values are estimated by using quoted prices of securities with similar characteristics or independent asset pricing services and pricing models, the inputs of which are market-based or independently sourced market parameters, including, but not limited to, yield curves, interest rates, volatilities, prepayments, defaults, cumulative loss projections and cash flows. Such securities are classified in Level 2 of the valuation hierarchy. In certain cases where Level 1 or Level 2 inputs are not available, securities are classified within Level 3 of the hierarchy. There have been no significant changes in the valuation techniques during the year ended December 31, 2024.

7. CONTRIBUTED NONFINANCIAL ASSETS

Contributed nonfinancial assets recognized within the Statements of Activities include the following for the year ended December 31:

Nonfinancial Contributions Category	Type of Contributions for		2024	2023
	Beneficiaries	Valuation		
Household goods, food, and clothing	For use in shelters by residents services	Fair value on the basis of estimates to purchase similar items	\$ 311,703	\$ 270,855
Services	IT and other professional services used in operations	Fair value on the basis of estimates to purchase similar items	37,220	28,665
			\$ 348,923	\$ 299,520

The Organization recognized contributed nonfinancial assets within revenues, gains and other support. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions.

8. RETIREMENT PLAN

The Organization has implemented a retirement plan for eligible employees, which is a qualified employee benefit plan under Internal Revenue Code Section 4039(b). Discretionary employer contributions to the plan totaled \$15,261 and \$14,757 for the years ended December 31, 2024 and 2023, respectively.

SAFEHOME, INC.

NOTES TO THE FINANCIAL STATEMENTS

9. PROMISES TO GIVE

Total unconditional promises to give are due as follows as of December 31:

	2024		2023	
Due within one year	\$	123,081	\$	123,134
Due within five years		-		125,245
Gross unconditional promises to give	\$	123,081	\$	248,379

Management believes that these pledges are fully collectible. As such, an allowance for uncollectible pledges has not been recorded. The pledges have not been discounted as of December 31, 2024, as management believes this discount would not be material to the financial statements as whole.

10. LINE OF CREDIT

The Organization has a \$250,000 revolving line of credit expiring in December 2024 that was extended to December 2025. At December 31, 2024 and 2023, there was \$0 borrowed against this line. The line is collateralized by substantially all of the Organization's assets. Interest varies based upon *Wall Street Journal* Prime plus 0.5%, adjusted quarterly, with a minimum rate of 6.0% as of December 31, 2024 and 2023, respectively. Interest was 8.0% and 9.0% at December 31, 2024 and 2023, respectively, and is payable quarterly.

SAFEHOME, INC.

NOTES TO THE FINANCIAL STATEMENTS

11. NET ASSETS

Net assets with donor restrictions are restricted for the following purposes at December 31:

	2024	2023
Subject to expenditure for specified purpose:		
Shelter services	\$ 538	\$ 285
Volunteer program	9,046	9,046
Counseling services	14,860	15,387
Community education programs	22,859	22,859
Children's program	12,954	15,271
Healthcare	44,508	46,485
Transitional living	38,187	133,394
Capital projects	1,277	1,277
Pet housing	310,600	76,549
Court and legal advocacy	31,958	25,584
Outreach	104,123	79,817
Outreach - included in contribution receivable	108,081	218,379
Total subject to use for specified purpose	698,991	644,333
Subject to the passage of time:		
Contributions receivable that are not restricted by donors but which are unavailable for expenditure until due	15,000	30,000
Other	20,056	18,502
Total subject to passage of time	35,056	48,502
Perpetual in nature restrictions		
Endowment held in perpetuity, income to be used for general operations general operations	890,030	890,030
Total net assets with donor restrictions	\$ 1,624,077	\$ 1,582,865

SAFEHOME, INC.**NOTES TO THE FINANCIAL STATEMENTS**

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors for the years ended December 31.

	2024	2023
Satisfaction of restrictions		
Purpose restrictions		
Shelter services	\$ 33,414	\$ 77,914
Volunteer program	-	3,250
Counseling services	527	438
Community education programs	-	3,084
Children's program	7,816	-
Healthcare	1,976	56,633
Transitional living	145,207	-
Capital projects	-	39,602
Staffing and staff training	25,000	61,900
Pet housing	546,265	13,820
Court and legal advocacy	35,181	40,332
Outreach	133,992	38,229
Total satisfaction of purpose restrictions	929,378	335,202
Time restrictions	15,000	-
Total satisfaction of restrictions	\$ 944,378	\$ 335,202

12. ENDOWMENT

The Organization's governing body is subject to the *Uniform Prudent Management of Institutional Funds Act* (UPMIFA). As a result, the Organization classifies amounts in its donor-restricted endowment funds as net assets with donor restrictions because those net assets are time restricted until the governing body appropriates such amounts for expenditures. In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. Duration and preservation of the fund
2. Purposes of the Organization and the fund
3. General economic conditions
4. Possible effect of inflation and deflation
5. Expected total return from investment income and appreciation or depreciation of investments
6. Other resources of the Organization
7. Investment policies of the Organization

The Organization's endowment consists of three funds established to support the operations of the Organization. The endowment includes both donor-restricted endowment funds and funds designated by the governing body to function as endowments (board-designated endowment funds). As required by accounting principles generally accepted in the United States of America (GAAP), net assets associated with endowment funds, including board designated endowment funds, are classified and reported based on the existence or absence of donor-imposed restrictions.

SAFEHOME, INC.**NOTES TO THE FINANCIAL STATEMENTS**

The composition of net assets by type of endowment fund at December 31, 2024 and 2023, was:

December 31, 2024	Without Donor Restrictions	With Donor Restrictions	Total
Board-designated endowment funds	\$ 1,390,127	\$ -	\$ 1,390,127
Donor-restricted endowment funds			
Original donor-restricted gift amount required to be maintained in perpetuity	-	890,030	890,030
Total endowment funds	\$ 1,390,127	\$ 890,030	\$ 2,280,157

December 31, 2023	Without Donor Restrictions	With Donor Restrictions	Total
Board-designated endowment funds	\$ 1,179,063	\$ -	\$ 1,179,063
Donor-restricted endowment funds			
Original donor-restricted gift amount required to be maintained in perpetuity	-	890,030	890,030
Total endowment funds	\$ 1,179,063	\$ 890,030	\$ 2,069,093

Change in endowment net assets for the years ended December 31, 2024 and 2023, were:

December 31, 2024	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ 1,179,063	\$ 890,030	\$ 2,069,093
Investment return, net	211,064	-	211,064
Endowment net assets, end of year	\$ 1,390,127	\$ 890,030	\$ 2,280,157

December 31, 2023	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ 1,094,324	\$ 733,733	\$ 1,828,057
Investment return, net	84,739	156,297	241,036
Endowment net assets, end of year	\$ 1,179,063	\$ 890,030	\$ 2,069,093

Investment and Spending Policies: The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs and other items supported by its endowment while seeking to maintain the purchasing power of the endowment. Endowment assets include those assets of donor-restricted endowment funds the Organization must hold in perpetuity or for donor-specified periods, as well as those of board-designated endowment funds. Under the Organization's policies, endowment assets are invested in a manner that is intended to produce results that meet or exceed the market index while assuming an investment risk level consistent with the market. The Organization expects its endowment funds to provide an average rate of return to meet or exceed the market

SAFEHOME, INC.

NOTES TO THE FINANCIAL STATEMENTS

index for the appropriate benchmark market over time, relative to the investment objectives, goals, and guidelines set forth by the Organization. Actual returns in any given year may vary.

To satisfy its long-term rate of return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both current yield (investment income such as dividends and interest) and capital appreciation (both realized and unrealized). The Organization targets a diversified asset allocation that places an equal emphasis on equity-based and fixed-income investments to achieve its long-term return objectives within prudent risk constraints.

The Organization's policy is to appropriate the earnings on the donor endowment every year for general operations and transfer to the board-designated endowment fund. The Organization's spending policy allows it to draw up to 5% of the asset value of the board-designated portfolio on an annual basis.

Underwater Endowments: The governing body of the Organization has interpreted UPMIFA as not requiring the maintenance of purchasing power of the original gift amount contributed to an endowment fund, unless a donor stipulates the contrary. As a result of this interpretation, when reviewing its donor-restricted endowment funds, the Organization considers a fund to be underwater if the fair value of the fund is less than the sum of

- a) the original value of initial and subsequent gift amounts donated to the fund and
- b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument.

The Organization has interpreted UPMIFA to permit spending from underwater endowment funds in accordance with the prudent measures required under the law. There were no underwater endowments as of December 31, 2024 and 2023.

13. SIGNIFICANT ESTIMATES AND CONCENTRATIONS

Accounting principles generally accepted in the United States of America require disclosure of certain significant estimates and current vulnerabilities due to certain concentrations. Those matters include the following:

Government grants and contracts

The Organization received grant funding under the Victims of Crime Act totaling \$709,228 and \$1,197,812 during the years ended December 31, 2024 and 2023, respectively. This accounted for approximately 29% and 47% of the Organization's total government grants and contracts for the years ended December 31, 2024 and 2023, respectively. Approximately 31% and 47% of grants receivable are from grant funding under the Victims of Crime Act as of December 31, 2024 and 2023, respectively.

Grant expenses are subject to the review of grantors. However, the Organization has not been notified that any grant expenses have been disallowed.

Contributions

There were no concentrations of contributions for the year ended December 31, 2024. Approximately 32% of all contributions were received from two donors in 2023. Approximately 88% of contributions receivable as of December 31, 2024 and 2023 relates to contributions to be received from one donor.

SAFEHOME, INC.**NOTES TO THE FINANCIAL STATEMENTS****Investments**

The Organization invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the accompanying statements of financial position.

14. SUBSEQUENT EVENTS

Management has evaluated subsequent events through June 12, 2025, the date which the financial statements were available to be issued.



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 Safehome, Inc.:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Safehome, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 12, 2025.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the of Safehome, Inc.'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.

SSC CPAs, P.A.

SSC CPAs, P.A.
Overland Park, Kansas

June 12, 2025



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 Safehome, Inc.:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Safehome, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Safehome, Inc.'s major federal programs for the year ended December 31, 2024. Safehome, Inc.'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, Safehome, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 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 Safehome, Inc. and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Safehome Inc.'s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

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 Safehome, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect

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

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

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

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

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the 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.

SSC CPAs, P.A.

SSC CPAs, P.A.
Overland Park, Kansas

June 12, 2025



SAFEHOME, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unmodified opinion on whether the financial statements of Safehome, Inc were prepared in accordance with U.S. GAAP.
2. No material weaknesses were identified and no significant deficiencies were reported in the design or operation of internal control over financial reporting.
3. No instances of noncompliance material to the financial statements of Safehome, Inc., which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No material weaknesses were identified and no significant deficiencies were reported during the audit of the major federal award program.
5. The auditor's report on compliance for each major federal program for Safehome, Inc. expresses an unmodified opinion on all major federal programs.
6. No audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this schedule.
7. The program tested as a major program was: Assistance Listing Number 16.575 Crime Victim Assistance.
8. The threshold for distinguishing Type A and Type B programs was \$750,000 for major federal programs.
9. Safehome, Inc was determined to be a low-risk auditee.

FINDINGS – FINANCIAL STATEMENTS

None.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL PROGRAM

None.

SAFEHOME, INC.

SUMMARY SCHEDULE OF FINDINGS OF PRIOR YEAR AUDIT FINDINGS

FINDINGS – FINANCIAL STATEMENTS

None.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL PROGRAM

None.

SUPPLEMENTARY INFORMATION

SAFEHOME, INC.

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2024**

Federal Grantor/Program or Cluster Title	Assistance Listing Number	Pass-Through Entity Name	Grant ID No.	Federal Expenditures
EXPENDITURES OF FEDERAL AWARDS				
CDBG - Entitlement Grants-Cluster				
Department of Housing and Urban Development				
Community Development Block Grants/Entitlement Grants	14.218	Johnson County, Kansas	B-20-UW-20-0001	\$ 2,319
Community Development Block Grants/Entitlement Grants	14.218	Overland Park, Kansas	B-22-MC-20-0004	3,731
Community Development Block Grants/Entitlement Grants	14.218	Overland Park, Kansas	B-23-MC-20-0002	13,841
Community Development Block Grants/Entitlement Grants	14.218	Johnson County, Kansas	B-20-UW-20-0001	1,256
Total Community Development Block Grants/Entitlement Grants				21,147
Total Department of Housing and Urban Development				21,147
Total CDBG - Entitlement Grants-Cluster				21,147
Other Programs				
Department of Housing and Urban Development				
Emergency Solutions Grant Program	14.231			9,943
Supportive Housing Program	14.235			191,486
Total Department of Housing and Urban Development				201,429
United States Department of Justice				
Crime Victim Assistance	16.575	State of Kansas Office of Governor	15POVC-22-GG-00746-ASSI	877
Crime Victim Assistance	16.575	State of Kansas Office of Governor	15POVC-23-GG-00397-ASSI	708,351
Total Crime Victim Assistance				709,228
Violence Against Women Formula Grants	16.588	State of Kansas Office of Governor	15JOVW-23-GG-00574-STOP	43,904
Total United States Department of Justice				753,132
Department of the Treasury				
Coronavirus State and Local Fiscal Recovery Funds (Alternative Compliance Examination) (COVID)	21.027	Johnson County, Kansas	SLFRP0226	16,509
Total Department of the Treasury				16,509
Department of Health and Human Services				
Temporary Assistance for Needy Families (TANF) State Programs	93.558	Kansas Department for Children and Families	EES-2024-DVSA-04	10,738
Temporary Assistance for Needy Families (TANF) State Programs	93.558	Kansas Department for Children and Families	EES-2024-DV/SA-04	45,803
Total Temporary Assistance for Needy Families (TANF) State Programs				56,541
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	State of Kansas Office of Governor	2402KSFVPS	25,024
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	State of Kansas Office of Governor	2102KSFVPS	(4,331)
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	State of Kansas Office of Governor	2302KSFVPS	93,419
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	State of Kansas Office of Governor	2202KSFTC6	16,358
Total Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services				130,470
Total Department of Health and Human Services				187,011
Total Other Programs				1,158,081
TOTAL EXPENDITURES OF FEDERAL AWARDS				\$ 1,179,228

The accompanying notes are an integral part of this

SAFEHOME, INC.

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Safehome, Inc (the Organization) and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Organization.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported in 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. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

3. DE MINIMIS INDIRECT COST RATE

In accordance with Section 2 U.S. *Code of Federal Regulations* Part 200.412 the Organization is allowed to elect to use the ten percent de minimis indirect cost rate. The Organization did not elect to use the 10% de minimis indirect cost rate.