
**PRAXIS HOUSING INITIATIVES, INC.
AND SUBSIDIARIES**

**Consolidated Financial Statements and
Single Audit Reports**

For the years ended June 30, 2017 and 2016

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES

Consolidated Financial Statements

June 30, 2017 and 2016

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Independent Auditors' Report

To the Board of Directors of
Praxis Housing Initiatives, Inc.
Praxis White Plains Road, LLC
Loring Place North L.P.

Report on the consolidated financial statements

We have audited the accompanying consolidated financial statements of Praxis Housing Initiatives, Inc. (a nonprofit organization) and subsidiaries, which comprise the consolidated statements of financial position as of June 30, 2017 and 2016, and the related consolidated statements of activities, changes in net assets and members' equity, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's responsibility for the consolidated financial statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Praxis Housing Initiatives, Inc. and subsidiaries as of June 30, 2017 and 2016, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of matter

As discussed in Note 16 to the consolidated financial statements, the 2016 consolidated financial statements have been restated to correct an error in the consolidation. Our opinion is not modified with respect to this matter.

Other matters

Other information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards for Praxis Housing Initiatives, Inc., 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 consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the consolidated 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 March 23, 2018, on our consideration of Praxis Housing Initiatives, 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 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 Praxis Housing Initiatives, Inc.'s internal control over financial reporting and compliance.

NChing LLP

New York, New York
March 23, 2018

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES**Consolidated Statements of Financial Position**

As of June 30,

	<u>2017</u>	<u>2016</u>
<u>Assets</u>		
Cash	\$ 1,080,061	\$ 1,919,735
Accounts receivable, net – Note 3	1,981,982	3,222,484
Developer fees receivable, net – Note 14	763,005	237,600
Prepaid expenses	61,363	33,457
Fixed assets, net – Note 5	20,356,408	20,843,020
Construction in progress – Note 4	23,958,568	10,790,080
Deposits and other – Note 7	<u>1,007,689</u>	<u>4,418,458</u>
Total assets	<u>\$ 49,209,076</u>	<u>\$ 41,464,834</u>
<u>Liabilities, net assets and member's equity</u>		
<u>Liabilities</u>		
Accounts and accrued expenses payable	\$ 1,037,716	\$ 898,353
Developer fees payable	819,340	462,940
Deferred interest income	33,781	-
Advance payable	354	127,636
Deferred rent payable	3,642	11,464
Line of credit and loan payable – Note 6	25,000	350,000
Mortgages payable, net – Note 8	31,442,542	22,457,174
Construction costs payable	<u>1,829,190</u>	<u>3,141,261</u>
Total liabilities	<u>35,191,565</u>	<u>27,448,828</u>
<u>Net assets and members' equity</u>		
<u>Net assets</u>		
Unrestricted	5,373,899	4,885,226
Temporarily restricted – Note 9	<u>213,463</u>	<u>213,463</u>
Total net assets	5,587,362	5,098,689
<u>Members' equity</u>		
Non-controlling interest – Note 11	<u>8,430,149</u>	<u>8,917,317</u>
Total net assets/members' equity	<u>14,017,511</u>	<u>14,016,006</u>
Total liabilities, net assets and members' equity	<u>\$ 49,209,076</u>	<u>\$ 41,464,834</u>

See notes to consolidated financial statements

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES**Consolidated Statement of Activities**

For the year ended June 30, 2017

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Total</u>
<u>Revenue and support</u>			
Government grants	\$ 13,273,892		\$ 13,273,892
Rental income	388,861		388,861
Rental income – WPR	815,859		815,859
Developer fees	491,624		491,624
Grants and contributions	6,144		6,144
In-kind contributions	75,000		75,000
Other	9,312		9,312
	<u>15,060,692</u>		<u>15,060,692</u>
<u>Expenses</u>			
<u>Program services</u>			
Housing services	<u>13,624,849</u>		<u>13,624,849</u>
<u>Supporting services</u>			
Management and administration	1,324,457		1,324,457
Fund raising and development	<u>108,381</u>		<u>108,381</u>
Total supporting services	<u>1,432,838</u>		<u>1,432,838</u>
Total expenses	<u>15,057,687</u>		<u>15,057,687</u>
Changes in net assets and members' equity	3,005		3,005
Equity distributions to members – Note 11	(1,500)		(1,500)
Net assets and members' equity, beginning of year	<u>13,802,543</u>	<u>\$ 213,463</u>	<u>14,016,006</u>
Net assets and members' equity, end of year	<u>\$ 13,804,048</u>	<u>\$ 213,463</u>	<u>\$ 14,017,511</u>

See notes to consolidated financial statements

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES
Consolidated Statement of Activities
For the year ended June 30, 2016

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Total</u>
<u>Revenue and support</u>			
Government grants	\$ 12,335,926		\$ 12,335,926
Rental income	424,757		424,757
Rental income – WPR	816,436		816,436
Developer fees	398,600		398,600
Grants and contributions	19,827	\$ 19,263	39,090
In-kind contributions	106,500		106,500
Other	<u>171</u>		<u>171</u>
Total	14,102,217	19,263	14,121,480
Net assets released from restriction – Note 9	<u>50,000</u>	<u>(50,000)</u>	<u>-</u>
Total revenue and support	<u>14,152,217</u>	<u>(30,737)</u>	<u>14,121,480</u>
<u>Expenses</u>			
<u>Program services</u>			
Housing services	<u>12,540,296</u>		<u>12,540,296</u>
<u>Supporting services</u>			
Management and administration	1,358,398		1,358,398
Fund raising and development	<u>107,235</u>		<u>107,235</u>
Total supporting services	<u>1,465,633</u>		<u>1,465,633</u>
Total expenses	<u>14,005,929</u>		<u>14,005,929</u>
Changes in net assets and members' equity	146,288	(30,737)	115,551
Equity contributions from members – Note 11	348,397		348,397
Net assets and members' equity, beginning of year	<u>13,307,858</u>	<u>244,200</u>	<u>13,552,058</u>
Net assets and members' equity, end of year	<u>\$ 13,802,543</u>	<u>\$ 213,463</u>	<u>\$ 14,016,006</u>

See notes to consolidated financial statements

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES
Consolidated Statements of Changes in Net Assets and Members' Equity
For the years ended June 30,

	<u>Net assets</u>	<u>Members' equity</u>	<u>Total net assets and members' equity</u>
Balance, July 01, 2015	\$ 4,592,701	\$ 8,959,357	\$ 13,552,058
Changes in net assets and members' equity – Note 12	505,988	(390,437)	115,551
Equity contributions from members – Note 11	<u> </u>	<u>348,397</u>	<u>348,397</u>
Balance, June 30, 2016	<u>\$ 5,098,689</u>	<u>\$ 8,917,317</u>	<u>\$ 14,016,006</u>
Balance, July 01, 2016	\$ 5,098,689	\$ 8,917,317	\$ 14,016,006
Changes in net assets and members' equity – Note 12	488,673	(485,668)	3,005
Equity distributions to members – Note 11	<u> </u>	<u>(1,500)</u>	<u>(1,500)</u>
Balance, June 30, 2017	<u>\$ 5,587,362</u>	<u>\$ 8,430,149</u>	<u>\$ 14,017,511</u>

See notes to consolidated financial statements

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES
Consolidated Statement of Functional Expenses
For the year ended June 30, 2017

	Program services	Supporting services			Total program and supporting services
	Housing services	Management and administration	Fund raising and development	Total supporting services	
Salaries	\$ 3,872,436	\$ 582,300	\$ 45,200	\$ 627,500	\$ 4,499,936
Payroll taxes and benefits	931,254	134,329	10,427	144,756	1,076,010
Total personnel costs	4,803,690	716,629	55,627	772,256	5,575,946
Professional fees	6,100	214,506	6,100	220,606	226,706
Client clothing and program supplies	267,151				267,151
Telephone	125,958	42,815	4,555	47,370	173,328
Occupancy costs	6,496,677	129,064	14,341	143,405	6,640,082
Insurance	232,146	35,357	3,929	39,286	271,432
Office supplies	30,086	34,438	8,568	43,006	73,092
Computer expenses	20,574	48,072	5,318	53,390	73,964
Maintenance, repairs, and equipment rental	776,224	38,496	3,474	41,970	818,194
Travel	44,212	14,248	1,583	15,831	60,043
Interest expenses	193,385	15,376		15,376	208,761
Other	52,814	18,802	722	19,524	72,338
Depreciation and amortization	575,832	16,654	4,164	20,818	596,650
Total expenses	<u>\$ 13,624,849</u>	<u>\$ 1,324,457</u>	<u>\$ 108,381</u>	<u>\$ 1,432,838</u>	<u>\$ 15,057,687</u>

See notes to consolidated financial statements

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES
Consolidated Statement of Functional Expenses
For the year ended June 30, 2016

	Program services	Supporting services			Total program and supporting services
	Housing services	Management and administration	Fund raising and development	Total supporting services	
Salaries	\$ 3,613,677	\$ 592,100	\$ 45,200	\$ 637,300	\$ 4,250,977
Payroll taxes and benefits	800,126	123,778	9,449	133,227	933,353
Total personnel costs	4,413,803	715,878	54,649	770,527	5,184,330
Professional fees	6,650	204,955	6,650	211,605	218,255
Client clothing and program supplies	254,922				254,922
Telephone	114,022	41,993	4,496	46,489	160,511
Occupancy costs	6,009,027	130,040	14,449	144,489	6,153,516
Insurance	213,196	31,094	3,455	34,549	247,745
Office supplies	39,657	29,112	7,079	36,191	75,848
Computer expenses	21,331	41,216	4,548	45,764	67,095
Maintenance, repairs, and equipment rental	583,443	59,017	5,810	64,827	648,270
Travel	51,457	8,755	973	9,728	61,185
Interest expenses	208,084	14,707		14,707	222,791
Bad debt expenses		57,671		57,671	57,671
Other	41,753	5,841	596	6,437	48,190
Depreciation and amortization	582,951	18,119	4,530	22,649	605,600
Total expenses	<u>\$ 12,540,296</u>	<u>\$ 1,358,398</u>	<u>\$ 107,235</u>	<u>\$ 1,465,633</u>	<u>\$ 14,005,929</u>

See notes to consolidated financial statements

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the years ended June 30,

	<u>2017</u>	<u>2016</u>
Cash flows from operating activities		
Change in net assets	\$ 3,005	\$ 115,551
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation and amortization	596,650	605,600
Amortization of loan closing costs	4,668	4,668
Allowance for uncollectible developer fees	56,335	
Changes in accounts receivable	1,240,502	(378,985)
Changes in prepaid expenses	(27,906)	4,398
Changes in deposits	(22,250)	
Changes in developer fee receivable	(225,340)	(161,000)
Changes in accounts and accrued expenses payable	139,363	234,645
Changes in advance payable	(127,282)	(96,000)
Changes in deferred interest income	33,781	-
Changes in deferred rent payable	(7,822)	(3,969)
Net cash provided by (used in) operating activities	<u>1,663,704</u>	<u>324,908</u>
Cash flows from investing activities		
Purchase of fixed assets	(110,038)	(29,170)
Construction in progress	(13,168,488)	(8,073,169)
Funds held by New York City HPD	<u>3,433,019</u>	<u>5,443,109</u>
Net cash provided by (used in) investing activities	<u>(9,845,507)</u>	<u>(2,659,230)</u>
Cash flows from financing activities		
Proceeds from line of credit and loans payable		175,000
Repayments of line of credit and loans payable	(325,000)	
Repayments of mortgage payable	(215,444)	(205,196)
Proceeds from mortgage financing	9,196,144	353,805
Proceeds from construction financing		2,899,126
Repayments of construction contract payable	(1,312,071)	
Contributions from members		348,397
Distributions to members	(1,500)	
Net cash provided by (used in) financing activities	<u>7,342,129</u>	<u>3,571,132</u>
Net increase (decrease) in cash	(839,674)	1,236,810
Cash, beginning of year	<u>1,919,735</u>	<u>682,925</u>
Cash, end of year	<u>\$ 1,080,061</u>	<u>\$ 1,919,735</u>
Supplemental disclosure of cash flow information		
Cash paid during the year for interest	<u>\$ 103,263</u>	<u>\$ 116,897</u>
Non-cash operating activities for gifts or services	<u>\$ 75,000</u>	<u>\$ 106,500</u>

See notes to consolidated financial statements

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES

Notes to Consolidated Financial Statements

June 30, 2017 and 2016

Note 1 Organization

Praxis Housing Initiatives, Inc. is a non-profit organization established pursuant to the laws of New York State. Praxis Housing Initiatives, Inc. has been granted exemption from Federal income tax pursuant to Section 501(c)(3) of the Internal Revenue Code. Praxis Housing Initiatives, Inc. operates emergency, interim and permanent housing for homeless, low income individuals living with HIV/AIDS and special needs.

Praxis Housing Initiatives, Inc. manages four congregate supportive housing programs with a total of 376 units and three scattered site programs with 193 units.

The mission of Praxis Housing Initiatives, Inc. is to stabilize chronically homeless persons with multiple diagnoses, such as HIV/AIDS, mental health, chemical dependency, and other special needs through clean, safe housing and support services that lead to recovery, stability, and ultimately, independence. The organization provides case management services, permanent housing placement, vocational training and job placement, referrals to mental health and substance abuse treatment programs

Rental income, in the form of per diem reimbursements, is primarily provided by New York City Division of HIV/AIDS Services Administration ("HASA"). Government contract revenue is provided by various government agencies at Federal, New York State and City levels.

Praxis White Plains Road, LLC has developed 60 units of permanent supportive housing located in Bronx, NY at 4339 White Plains Rd (Block 5039, Lot 7) in the Wakefield section of the Bronx. The project was completed in May 2014 and has studio units and one one-bedroom apartment for the superintendent. The project dedicates 100% of the units to permanently house formerly homeless individuals that meet NY/NYIII criteria. Construction on the project commenced on July 2012 and was funded by NYC Housing Preservation & Development Special Needs Program and Low Income Housing Tax Credits through NYS Homes & Community Renewal.

Loring Place North L.P. has embarked on the development of a new 66 unit permanent supportive and affordable housing project at 2264-2274 Loring Place North located in the University Heights neighborhood of the Bronx. The new-8 story building will have 51 studio units and 10 one-bedroom and 5 two-bedroom units with a live-in Superintendent residing in a one-bedroom apartment. This project will provide needed housing for formerly homeless persons with special needs as well as neighborhood residents who meet the income guidelines for "community units". Financing for the new project will come from the New York City Housing Preservation and Development ("HPD") Supportive Housing Loan Program, Low-Income Housing Tax Credits, Citibank construction and mortgage funding. Costs incurred include land valued at \$1,270,000 and construction in progress of \$23,958,568.

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES

Notes to Consolidated Financial Statements

June 30, 2017 and 2016

Note 2 Summary of significant accounting policies

Basis of accounting. The consolidated financial statements of Praxis Housing Initiatives, Inc. and subsidiaries have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Basis of consolidation. The financial statements are consolidated to include the accounts of Praxis Housing Initiatives, Inc. and subsidiaries. All significant intercompany transactions and balances have been eliminated in the consolidation. Praxis Housing Initiatives, Inc. has evaluated its Managing Member interest in Praxis White Plains Road, LLC and Loring Place North L.P. and has determined that, based on the rights afforded to it in the agreement, Praxis Housing Initiatives, Inc. effectively controls both entities and has included them in these consolidated financial statements.

Recent accounting standards adopted. In 2016, Praxis Housing Initiatives, Inc. and subsidiaries adopted new requirements to present debt issuance costs as a reduction of the carrying amount of the related debt rather than as an asset. Amortization of the debt issuance costs is reported as interest expense rather than as amortization expense. The effect of the change for 2017 was to decrease deferred charges, net and mortgages payable by \$218,944. The financial statements of 2016 have been retroactively restated for this change, which resulted in a decrease in loan closing costs, net and mortgage payable by \$223,612. This change does not impact changes in net assets and member's equity.

Financial statement presentation. The financial statement presentation follows the accounting standards for not-for-profit organizations. Under these standards, an organization is required to report information regarding its financial position and activities according to three classes of net assets depending on the existence and/or nature of any donor restrictions as follows: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

Unrestricted net assets consist of unrestricted contributions and other resources not subject to donor-imposed restrictions.

Temporarily restricted net assets consist of contributions and other inflow of assets whose use by the recipient is limited by donor-imposed stipulation. When donor restrictions expire, that is, when a stipulated time restriction ends or a purpose restriction is fulfilled, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. However, if a restriction is fulfilled in the same time period in which the contribution is received, Praxis Housing Initiatives, Inc. and subsidiaries report that support as unrestricted.

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES

Notes to Consolidated Financial Statements

June 30, 2017 and 2016

Note 2 Summary of significant accounting policies - (continued)

Permanently restricted net assets – Net assets subject to donor-imposed stipulations that they be maintained permanently by the organization. Generally, the donors of these assets permit the organization to use all or part of the income earned on any related investments for general or specific purposes.

Functional allocation of expenses. The costs of providing various programs and activities have been summarized on a functional basis in the consolidated statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Revenue recognition. Contributions are recorded as unrestricted, temporarily restricted or permanently restricted when received depending on the existence and/or nature of any donor restrictions. Donated investments are recorded as contributions at their estimated fair value on the date of donation. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discount is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met.

Revenue from cost reimbursement governmental grants is recognized as the expenditures for each grant are incurred. Revenue from fee for service programs is recognized when earned.

Concentrations of credit risk. Financial instruments, which potentially subject Praxis Housing Initiative, Inc. and subsidiaries to concentrations of credit risk, include cash and accounts receivable. Praxis Housing Initiative, Inc. and subsidiaries' maintain cash in bank deposits which, at times, may exceed the current insured amount under the Federal Deposit Insurance Corporation (FDIC). As of June 30, 2017 and 2016, Praxis Housing Initiative, Inc. and subsidiaries' cash balance exceeded the current insured amount under FDIC by approximately \$934,794 and \$1,369,248, respectively. Praxis Housing Initiative, Inc. and subsidiaries have not experienced any losses in such accounts and believes it is not exposed to any significant financial risk therein.

Deferred revenue. Revenue from contracts is recognized as earned when contract expenses are incurred to the maximum amount allowed for each contract award. Any payments received that have not been earned are classified as deferred revenue on the consolidated statement of financial position.

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES

Notes to Consolidated Financial Statements

June 30, 2017 and 2016

Note 2 Summary of significant accounting policies – (continued)

Use of estimates. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Allowance for doubtful accounts. On a periodic basis, Praxis Housing Initiatives, Inc. and subsidiaries evaluate its accounts receivable and establish an allowance for doubtful accounts, based on current economic conditions, credit worthiness of tenants and government sources and historical information.

Fixed assets. Building and building improvements, furniture, fixtures and equipment, leasehold improvements and tax credit fees and organizational costs are stated at cost, less accumulated depreciation or amortization computed on the straight-line method.

The estimated useful lives are as follows:

	<u>Estimated life</u>
Building	30 or 40 years
Building improvements	10 years
Furniture, fixtures and equipment	3 or 7 years
Leasehold improvements	related lease term
Tax credit fees and organizational costs	15 or 50 years

Income taxes. Praxis Housing Initiatives, Inc. is organized as a 501(c)(3) not-for-profit organization under the Internal Revenue Code. Praxis White Plains Road, LLC and Loring Place North L.P. are organized as for-profit organizations. Praxis Housing Initiatives, Inc. and subsidiaries have analyzed tax positions taken for filing with the Internal Revenue Service and state jurisdictions where it operates. Praxis Housing Initiatives, Inc. and subsidiaries do not anticipate any adjustments that would result in a material adverse effect on the Praxis Housing Initiatives, Inc. and subsidiaries' financial condition, results of operations or cash flows. Praxis Housing Initiatives, Inc. and subsidiaries' U.S. Federal income tax returns prior to fiscal year 2014 are closed and management continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings. As of June 30, 2017 and 2016, Praxis Housing Initiatives, Inc. and subsidiaries did not recognize any interest and penalties associated with tax matters.

In-kind contributions. Praxis Housing Initiatives, Inc. and subsidiaries received donated clothing in 2017 and 2016 with an approximate value of \$75,000 and \$106,500, respectively. Such amounts are reflected as in-kind contributions revenue and the clothing as program related costs in the accompanying consolidated financial statements. Praxis Housing Initiatives, Inc. and subsidiaries receives other donated services which are not able to be estimated.

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES

Notes to Consolidated Financial Statements

June 30, 2017 and 2016

Note 2 Summary of significant accounting policies – (continued)

Vacation and sick time. Employees are granted vacation and sick time in varying amounts. Vacation leave has been accrued at June 30, 2017 and 2016 for \$114,609 and \$121,486, respectively. Employees are not reimbursed for accumulated sick leave at termination; accordingly, it has not been accrued in these consolidated financial statements.

Note 3 Accounts receivable

Accounts receivable balances are as follows:

	<u>2017</u>	<u>2016</u>
Per-diem rentals – HASA	\$ 74,325	\$ 53,966
Government contracts:		
NYC Dept. of Social Services of the Human Resources Administration – HASA	1,135,236	1,857,824
US Dept. of Housing and Urban Development	311,493	476,881
NYC Dept. of Housing Preservation and Development		
NYC Dept. of Health	294,503	319,762
NYC Dept. of Homeless Services	11,115	35,253
Other	<u>146,423</u>	<u>402,992</u>
Total government contracts	1,973,095	3,146,678
Other	<u>222,417</u>	<u>289,336</u>
Total accounts receivable	2,195,512	3,436,014
Less: allowance for doubtful accounts	<u>(213,530)</u>	<u>(213,530)</u>
Total	<u>\$ 1,981,982</u>	<u>\$ 3,222,484</u>

Note 4 Construction in progress

Praxis Housing Initiatives, Inc. and subsidiaries have embarked on the development of a projected 66 unit permanent supportive and affordable housing project located at Loring Place North in the Bronx, New York. Financing of approximately \$27,650,000 for the new project will come primarily from the New York City HPD Supportive Housing Loan Program, Low-Income Housing Tax Credits and financial institution. Development costs incurred related to the project were \$23,958,568 and \$10,790,080 for the years ending June 30, 2017 and 2016, respectively.

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES**Notes to Consolidated Financial Statements**

June 30, 2017 and 2016

Note 5 Fixed assets

Fixed assets consist of:

	<u>2017</u>	<u>2016</u>
Land	\$ 3,261,030	\$ 3,261,030
Building and building improvements	18,458,161	18,458,161
Furniture, fixtures and equipment	1,209,443	1,099,405
Leasehold improvements	591,750	591,750
Tax credit fees	87,297	87,297
	<u>23,607,681</u>	<u>23,497,643</u>
Less: accumulated depreciation and amortization	(<u>3,251,273</u>)	(<u>2,654,623</u>)
	<u>\$ 20,356,408</u>	<u>\$ 20,843,020</u>

Note 6 Line of credit and loan payable

Line of credit and loan payable are as follows:

	<u>2017</u>	<u>2016</u>
A. Line of credit of \$1,000,000 with a financial institution. Interest rate is 6.36% per annum. The line matured on June 13, 2017 and paid off in full.	\$ -	\$ 300,000
B. Bank loan of \$75,000 with no interest. Loan matures in July 2018 and requires annual payments of \$25,000. Interest was not imputed as it was not material.	<u>25,000</u>	<u>50,000</u>
Total	<u>\$ 25,000</u>	<u>\$ 350,000</u>

The future minimum payments are as follows:

<u>Year ending June 30,</u>	<u>Amount</u>
2018	<u>\$ 25,000</u>
Total	<u>\$ 25,000</u>

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES**Notes to Consolidated Financial Statements**

June 30, 2017 and 2016

Note 7 Deposits and other

Deposits and other consist of the following:

	<u>2017</u>	<u>2016</u>
Rent deposit	\$ 109,560	\$ 87,310
Reserve accounts	551,357	424,451
Funds held by New York City HPD/Citibank*	<u>346,772</u>	<u>3,906,697</u>
Total	<u>\$ 1,007,689</u>	<u>\$ 4,418,458</u>

*Citibank and New York City HPD hold \$346,772 for the construction of affordable housing projects located at Loring Place North and White Plains Road in the Bronx.

Note 8 Mortgage payable

Praxis Housing Initiatives, Inc. and subsidiaries have outstanding mortgages that are secured by various properties. The details of the mortgages are as follows:

	<u>2017</u>	<u>2016</u>
A. In August 2010 purchased 694 Lincoln Place, Brooklyn, New York for \$2,000,000. The purchase was financed with a \$1,500,000 10-year mortgage from a bank at 5.7% interest rate per annum, requiring monthly payment of \$16,488. The mortgage was refinanced in August 2012 for 7 years at 4.25% interest requires monthly payment of \$16,004. The mortgage is collateralized by the underlying property.	\$ 385,085	\$ 556,504
B. Construction loan bears interest at 7% per annum. The loan converted to a 15-year mortgage in December, 2014. Monthly payments of interest and principal are \$9,168 to maturity. The loan is secured by the underlying real property.	918,640	962,665
C. NYCHPD provided a mortgage loan of \$8,125,000 for the construction of the building on White Plains Road. The loan bears interest at 1.30% per annum and matures in 50 years. There are no required payments under the mortgage agreement during the 50 year period and the loan is expected to be "forgiven" on maturity, assuming all terms and conditions are met the by partnership. The loan is secured by the underling real property.	8,125,000	8,125,000

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES**Notes to Consolidated Financial Statements**

June 30, 2017 and 2016

Note 8 Mortgage payable – (continued)

	<u>2017</u>	<u>2016</u>
D. In June 2015, Loring Place borrowed \$2,537,378 for construction financing from Citibank. During 2017 and 2016, additional funds were borrowed in the amounts of \$9,196,144 and \$353,805, respectively, for construction costs, architect fees and loans interest. The loan matures on December 1, 2017 and bears interest at approximately 2.7%. The loan will be repaid from the Citibank permanent financing available for the project.	12,087,327	2,891,183
E. In June 2015, Loring Place borrowed \$1,000,000 for construction financing from Citibank. The loan is a subordinated loan, matures on June 1, 2020 and bears interest at 1%. Interest is due annually on June 1 st of each year, but is deferred until the maturity of the senior mortgage loan on the project. Additionally, the interest rate cannot exceed 75% of the “residual receipts” when the project becomes operational.	1,000,000	1,000,000
F. In June 2015, Loring Place received \$8,763,434 from HPD to be used for construction. These funds are also part of the permanent financing for the project and will be forgiven at maturity, which is the 50 year anniversary of the beginning of operations, assuming all terms and conditions have been met.	8,763,434	8,763,434
G. In June 2015, Loring Place borrowed \$382,000 for construction financing from Citibank. The loan bears interest at 0.25% and is initially due on December 1, 2017. The maturity date will automatically be extended to the maturity extended date of the senior mortgage loan.	<u>382,000</u>	<u>382,000</u>
Total mortgages payable	31,661,486	22,680,786
Less: Unamortized loan closing costs	(<u>218,944</u>)	(<u>223,612</u>)
Total	<u>\$ 31,442,542</u>	<u>\$ 22,457,174</u>

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES

Notes to Consolidated Financial Statements

June 30, 2017 and 2016

Note 8 Mortgage payable – (continued)

The following are the maturities of the mortgages for the next five years and beyond:

<u>Year ending June 30,</u>	<u>Amount</u>
2018	\$ 226,407
2019	12,324,912
2020	73,197
2021	58,203
2022	62,411
Thereafter	18,916,356
Total mortgages payable	\$ 31,661,486
Less: Unamortized loan closing costs	(218,944)
Total	<u>\$ 31,442,542</u>

Note 9 Temporarily restricted net assets

The changes in temporarily restricted net assets are as follows:

<u>Time restricted</u>	<u>2017</u>	<u>2016</u>
Beginning balance	\$ 213,463	\$ 244,200
Additions	-	19,263
Releases	-	(50,000)
Ending balance	<u>\$ 213,463</u>	<u>\$ 213,463</u>

Note 10 Commitments and contingencies

Government funded activities

Government funded activities are subject to audits and technical reviews by the applicable funding agencies. At June 30, 2017 and 2016, there were no material obligations outstanding as a result of such audits, and management believes that unaudited projects would not result in any material obligations.

Lease commitments

Praxis Housing Initiatives, Inc. and subsidiaries have several lease agreements for office space. Rent expense and real estate taxes for real property amounted to approximately \$5,945,315 and \$5,463,292 for the years ended June 30, 2017 and 2016, respectively. Rent expense for personal property amounted to \$55,000 and 40,000 for the years ended June 30, 2017 and 2016, respectively.

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES**Notes to Consolidated Financial Statements**

June 30, 2017 and 2016

Note 10 Commitments and contingencies – (continued)

Approximate future minimum annual rentals payments are as follows:

<u>Year ending June 30,</u>	<u>Total</u>	<u>Real property</u>	<u>Personal property</u>
2018	\$ 6,106,671	\$ 6,051,671	\$ 55,000
2019	5,543,026	5,488,026	55,000
2020	3,511,333	3,456,333	55,000
2021	1,817,322	1,817,322	
2022	730,516	730,516	
Thereafter	<u>2,072,965</u>	<u>2,072,965</u>	
	<u>\$ 19,781,833</u>	<u>\$ 19,616,833</u>	<u>\$ 165,000</u>

Note 11 Non-controlling interest

Third-party holdings of equity interests in consolidated subsidiaries that are less than wholly owned are reflected as “non-controlling interests” in the accompanying consolidated financial statements. The amount of member’s equity of Praxis White Plains Road, LLC that represents this non-controlling interest is \$8,430,149 and \$8,917,317 for the years ended June 30, 2017 and 2016, respectively. Equity contributions from members amounted to \$0 and \$348,397 for the years ended June 30, 2017 and 2016, respectively. Equity distribution to members amounted to \$1,500 and \$0 for the years ended June 30, 2017 and 2016.

Note 12 Change in net asset and members’ equity

As of June 30, 2017, \$488,673 increase in net assets is attributable to Praxis Housing Initiatives, Inc. \$485,668 decrease in net assets is attributable to Praxis White Plains Road, LLC, a low-income housing tax credit (“LIHTC”) subsidiary. LIHTC entities typically operate at a loss primarily due to the depreciation and interest costs.

As of June 30, 2016, \$505,988 increase in net assets is attributable to Praxis Housing Initiatives, Inc. \$390,437 decrease in net assets is attributable to Praxis White Plains Road, LLC, a low-income housing tax credit (“LIHTC”) subsidiary. LIHTC entities typically operate at a loss primarily due to the depreciation and interest costs.

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES

Notes to Consolidated Financial Statements

June 30, 2017 and 2016

Note 13 Employee benefit plan

Praxis Housing Initiatives, Inc. and subsidiaries have a defined contribution salary deferral 403(b) plan (“the Plan”) covering all eligible employees. Employees may make contributions to the plan up to the maximum amount allowed by the Internal Revenue Code. Praxis Housing Initiatives, Inc. and subsidiaries may make a discretionary contribution to the Plan. There were no contributions made by Praxis Housing Initiative, Inc. and subsidiaries to the Plan during 2017 and 2016.

Note 14 Related party transactions

Developer fees.

The development agreement provides for development fee and overhead in connection with the development of the projects and the supervision of construction. Developer fees are payable from capital contributions provided by the minority interest. Total developer fees as of June 30, 2017 and 2016 amounted to \$1,500,340 and \$1,143,940, respectively, and are included in the costs of the buildings. At June 30, 2017 and 2016, the amount due to Praxis Housing Initiatives, Inc. for developer fees was as follows:

	<u>2017</u>	<u>2016</u>
Developer fees due from:		
Loring Place North L.P.	\$ 594,000	\$ 237,600
Praxis White Plains Road LLC	<u>225,340</u>	<u>-</u>
	819,340	237,600
Less: allowance for uncollectible developer fees	(<u>56,335</u>)	<u>-</u>
	<u>\$ 763,005</u>	<u>\$ 237,600</u>

Praxis Housing Initiatives, Inc. is the developer, managing member and management agent of Praxis White Plains Road, LLC and Loring Place North L.P. and has a 0.01% ownership interest in profits and losses through a wholly owned subsidiaries, Praxis White Plains Road MM, Inc. Developer fees and management services revenue earned by Praxis Housing Initiatives, Inc. for the years ended June 30, 2017 and 2016 amounted to \$605,254 and \$507,770, respectively. All material transactions, with the exception of developer fees, have been eliminated in consolidation.

Note 15 Subsequent events

Praxis Housing Initiative, Inc. and subsidiaries have evaluated events and transactions for potential recognition or disclosure through March 23, 2018, which is the date the consolidated financial statements were available to be issued. There were no subsequent events requiring adjustment to the consolidated financial statements or disclosures.

PRAXIS HOUSING INITIATIVES, INC. AND SUBSIDIARIES**Notes to Consolidated Financial Statements**

June 30, 2017 and 2016

Note 16 Prior period adjustment

The 2016 financial statements have been restated to correct for an error related to the elimination of developer fees in the consolidated financial statements. Developer fees were eliminated in the previously issued financial statements and offset against the basis for the related fixed assets in the consolidated financial statements.

The correction resulted in the following restatement in the consolidated statements of activities and financial position:

	<u>2016 Reported</u>	<u>Adjustment</u>	<u>2016 Restated</u>
Fixed assets and construction in progress	\$ 30,521,478	\$ 1,111,622	\$ 31,633,100
Developer fee receivable	-	237,600	237,600
Developer fee payable	-	462,940	462,940
Net assets and members' equity	13,129,724	886,282	14,016,006
Developer fees revenue	-	398,600	398,600
Program expenses	12,524,137	16,159	12,540,296
Change in net assets and members' equity	(266,890)	382,441	115,551
Net assets and members' equity, beginning of year	13,048,217	503,841	13,552,058
Net assets and members' equity, end of year	13,129,724	886,282	14,016,006

PRAXIS HOUSING INITIATIVES, INC.
Schedule of Expenditures of Federal Awards
For the year ended June 30, 2017

<u>Federal grantor/Pass-through grantor/Program or Cluster title</u>	<u>Federal CFDA number</u>	<u>Pass-through entity identifying number</u>	<u>Passed through to subrecipients</u>	<u>Total federal expenditures</u>
Department of Housing and Urban Development Programs:				
Supportive Housing Program	14.235			<u>\$ 575,096</u>
Total Supportive Housing Program				<u>575,096</u>
Housing Opportunities for Persons with AIDS				
Passed through NYC Dept. of Social Services Human Resource Administration	14.241	20141414063		900,163
Passed through NYC Dept. of Health and Mental Hygiene	14.241	20170000772		<u>340,784</u>
Total Housing Opportunities for Persons with AIDS Program				<u>1,240,947</u>
<i>Total U.S. Department of Housing and Urban Development</i>				<u>1,816,043</u>
Total Expenditures of Federal Awards				<u>\$ 1,816,043</u>

The accompanying notes are an integral part of this schedule.

PRAXIS HOUSING INITIATIVES, INC.

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2017

Note 1 Basis of presentation

The accompanying schedule of expenditures of federal awards (the “Schedule”) includes the federal grant activity of Praxis Housing Initiatives, Inc. under programs federal government for the year ended June 30, 2017. 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 Praxis Housing Initiatives, Inc., it is not intended to and does not present the financial position, changes in net assets or cash flows of Praxis Housing Initiatives, Inc.

Note 2 Summary of significant accounting policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, 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.

Note 3 Indirect cost rate

Praxis Housing Initiatives, Inc. has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

To the Board of Directors of
Praxis Housing Initiatives, 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 Praxis Housing Initiatives, Inc., which comprise the consolidated statement of financial position as of June 30, 2017, 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 March 23, 2018.

Internal control over financial reporting

In planning and performing our audit of the consolidated financial statements, we considered Praxis Housing Initiatives, Inc.'s internal control over financial reporting (internal control) to determine the 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 Praxis Housing Initiatives, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Praxis Housing Initiatives, 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 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 may exist that have not been identified.

Compliance and other matters

As part of obtaining reasonable assurance about whether Praxis Housing Initiatives, Inc.'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 determination of consolidated financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this report

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

NChing LLP

New York, New York
March 23, 2018

Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance

To the Board of Directors of
Praxis Housing Initiatives, Inc.

Report on compliance for each major federal program

We have audited Praxis Housing Initiatives, Inc.'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Praxis Housing Initiatives, Inc.'s major federal programs for the year ended June 30, 2017. Praxis Housing Initiatives, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' responsibility

Our responsibility is to express an opinion on compliance for each of Praxis Housing Initiatives, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Praxis Housing Initiatives, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Praxis Housing Initiatives, Inc.'s compliance.

Opinion on each major federal program

In our opinion, Praxis Housing Initiatives, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017.

Report on internal control over compliance

Management of Praxis Housing Initiatives, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Praxis Housing Initiatives, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Praxis Housing Initiatives, Inc.'s 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 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

NChing LLP

New York, New York
March 23, 2018

PRAXIS HOUSING INITIATIVES, INC.
Schedule of Findings and Questioned Costs
For the year ended June 30, 2017

Section I – Summary of auditor’s results

Financial statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?
- Significant deficiency(ies) identified?

yes no
 yes none reported

Noncompliance material to financial statements noted?

yes no

Federal awards

Internal control over major federal programs:

- Material weakness(es) identified?
- Significant deficiency(ies) identified?

yes no
 yes none reported

Type of auditor’s report issued on compliance for major federal programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

yes no

Identification of major federal programs:

CFDA number(s) Name of federal program or cluster

14.241 Housing Opportunities for Persons with AIDS

Dollar threshold used to distinguish between type A and type B programs:

\$750,000

Auditee qualified as low-risk auditee?

yes no

PRAXIS HOUSING INITIATIVES, INC.
Schedule of Findings and Questioned Costs
For the year ended June 30, 2017

Section II – Financial statements findings

None

Section III – Federal awards findings and questioned costs

None

PRAXIS HOUSING INITIATIVES, INC.
Summary of Prior Audit Findings
For the year ended June 30, 2017

None

PRAXIS HOUSING INITIATIVES, INC.
Corrective Action Plan
For the year ended June 30, 2017

None