AID Atlanta, Inc.

FINANCIAL STATEMENTS

December 31, 2024

Table of Contents

	Page
REPORT	
Independent Auditor's Report	1
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
Notes to Financial Statements	7
Supplementary Information	
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*	15
Single Audit Section	
Independent Auditor's Report on Compliance for each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	17
Schedule of Expenditures of Federal Awards	20
Notes to Schedule of Expenditures of Federal Awards	21
Schedule of Findings and Questioned Costs	22

REPORT

CARR, RIGGS & INGRAM, L.L.C.

Carr, Riggs & Ingram, L.L.C.
4004 Summit Boulevard NE
Suite 800
Atlanta, GA 30319

770.394.8000
770.451.2873 (fax)
CRIadv.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
AID Atlanta, Inc.

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of AID Atlanta, Inc. (a nonprofit organization) (the 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 AID Atlanta, 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 the Organization 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.

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 the Organization'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 Organization'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 Organization'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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 27, 2025, on our consideration of the Organization'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 the Organization's 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 the Organization's internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, L.L.C.

Atlanta, Georgia
March 27, 2025

FINANCIAL STATEMENTS

December 31,	2024
Assets	
Current assets	
Cash and cash equivalents	$ 235,997
Accounts receivable	1,332,983
Promises to give	10,963
Due from related party - AHF	284,779
Prepaid expenses	35,945
Other assets	16,843
Total current assets	1,917,510
Non-current assets	
Operating lease right-of-use assets, net	1,441,448
Property and equipment, net	127,318
Total non-current assets	1,568,766
Total assets	$ 3,486,276
Liabilities and Net Assets	
Current liabilities	
Accounts payable	$ 285,944
Compensated absences	166,195
Due to related party - AHF	285,294
Current portion of operating lease liabilities	396,217
Total current liabilities	1,133,650
Long-term liabilities	
Operating lease labilities, less current portion	1,067,488
Total liabilities	2,201,138
Net assets	
Without donor restrictions	1,267,133
With donor restrictions	18,005
Total net assets	1,285,138
Total liabilities and net assets	$ 3,486,276

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

For the year ended December 31, 2024	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and Other Support			
Governmental grants	$ 6,046,685	$ -	$ 6,046,685
Funding from AHF	2,556,451	-	2,556,451
AIDS Walk	285,038	-	285,038
Contributions, memorials and foundation grants	76,471	71,950	148,421
Special events	55,427	-	55,427
Other revenue	121,744	-	121,744
Net assets released from restrictions	113,348	(113,348)	-
Total revenue and other support	9,255,164	(41,398)	9,213,766
Expenses			
Program services			
Client services	4,567,313	-	4,567,313
Education	1,251,111	-	1,251,111
Health center	1,885,581	-	1,885,581
Total program services	7,704,005	-	7,704,005
Supporting services			
Fundraising - AIDS Walk and development	478,265	-	478,265
Management and general	1,371,097	-	1,371,097
Total supporting services	1,849,362	-	1,849,362
Total expenses	9,553,367	-	9,553,367
Change in net assets	(298,203)	(41,398)	(339,601)
Net assets at beginning of year	1,565,336	59,403	1,624,739
Net assets at end of year	$ 1,267,133	$ 18,005	$ 1,285,138

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

For the year ended December 31, 2024

	Program Services				Supporting Services		
	Client Services	Education	Health Center	Programs Subtotal	Fundraising - AIDS Walk and Development	Management and General	Total
Salaries	$ 1,896,589	$ 619,897	$ 1,020,153	$ 3,536,639	$ 275,506	$ 869,267	$ 4,681,412
Employee benefits	742,986	177,521	223,919	1,144,426	72,884	130,881	1,348,191
Advertising	202	11,249	-	11,451	2,746	-	14,197
Contract services	145,757	76,904	48,694	271,355	-	10,544	281,899
Professional fees	19,932	-	-	19,932	-	37,970	57,902
Clinic medical expenses	-	-	16,449	16,449	-	-	16,449
Dues and subscriptions	594	174	627	1,395	1,749	11,935	15,079
License fees	25,167	-	-	25,167	-	22,350	47,517
Emergency assistance	1,318,756	598	139,109	1,458,463	-	-	1,458,463
Equipment rental and maintenance	21,691	1,636	1,697	25,024	23,936	94,686	143,646
Insurance	-	-	-	-	-	6,206	6,206
Interest and bank charges	-	-	4,406	4,406	3,382	38,534	46,322
Lab fees	-	-	229,853	229,853	-	-	229,853
Meetings and conference	7,035	9,378	12,206	28,619	460	1,591	30,670
Occupancy	241,305	90,432	134,098	465,835	25,114	89,445	580,394
Postage and shipping	9,951	1,306	1,307	12,564	1,277	435	14,276
Printing and newsletter	4,182	4,970	459	9,611	11,242	47	20,900
Special and organizational events	26,704	112,598	115	139,417	42,838	2,009	184,264
Staff developments and workshops	5,624	1,668	7	7,299	3,012	5,472	15,783
Supplies	31,090	105,401	31,641	168,132	-	493	168,625
Hospitality	4,129	2,369	1,726	8,224	703	3,111	12,038
Communication	41,922	17,668	16,137	75,727	6,609	15,268	97,604
Travel	3,779	9,696	1,646	15,121	711	521	16,353
Other expenses	-	595	-	595	-	21,396	21,991
Depreciation and amortization	19,918	7,051	1,332	28,301	6,096	8,936	43,333
Total	$ 4,567,313	$ 1,251,111	$ 1,885,581	$ 7,704,005	$ 478,265	$ 1,371,097	$ 9,553,367

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

For the year ended December 31,		2024
Operating Activities		
Change in net assets	$	(339,601)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation and amortization		43,333
Amortization of operating lease right-of-use assets		410,616
Changes in operating assets and liabilities		
Accounts receivable		135,778
Promises to give		(1,298)
Due from related party - AHF		(38,386)
Prepaid expenses		13,417
Other assets		2,832
Accounts payable		(27,902)
Compensated absences		26,621
Due to related party - AHF		286,154
Operating lease liabilities		(389,969)
Net cash provided by (used in) operating activities		121,595
Investing Activities		
Purchase of property and equipment		(17,716)
Net cash provided by (used in) investing activities		(17,716)
Net change in cash and cash equivalents		103,879
Cash and cash equivalents, at beginning of year		132,118
Cash and cash equivalents, at end of year	$	235,997
Schedule of Noncash Transactions		
Lease liabilities arising from obtaining right-of-use assets		
Operating leases	$	1,704,800

Note 1: DESCRIPTION OF THE ORGANIZATION

AID Atlanta, Inc. (the Organization) was incorporated as a nonprofit corporation under the laws of the state of Georgia in 1982. The Organization was founded as a grassroots response to the devastating and fatal impact HIV and AIDS was having on the Atlanta community. The Organization provides HIV prevention education, HIV testing and counseling, medical case management, supportive services, and primary medical care to those most in need of services.

The Organization's program services consist of the following:

Client services – Case Management, Emergency Assistance Funds, Transitional & Temporary Housing, Pediatric Program, Medication Adherence, Special Needs Populations, Advocacy, Women's Programs, Referrals to Community Resources.

Education – Targeted prevention education for diverse audiences, Speakers' Bureau, Safer Sex workshops, Toll-Free InfoLine (1-800-551-2728), AIDS in the Workplace, Educational Materials & condoms, Interactive peer group workshops for adolescents and adults.

Health center – HIV testing and counseling, HIV Primary Care, TB testing, Treatment Referrals, Nutrition supplements, Early Intervention, New Patient Education.

During 2015, the Organization reorganized by amending its Articles of Incorporation to reduce the size of the Board from 22 to 3 members, who are selected solely by the AIDS Healthcare Foundation (AHF). The Organization is a supporting organization of AHF (a related party) and is consolidated within the financial statements of AHF.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). The Financial Accounting Standards Board (FASB) provides authoritative guidance regarding U.S. GAAP through the Accounting Standards Codification (ASC) and related Accounting Standards Updates (ASUs).

Use of Estimates

The preparation of U.S. GAAP financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Estimates that are particularly susceptible to significant change in the near term are related to the allowance for credit losses, depreciable lives of property and equipment, amortization of the right-of-use asset, determination of the discount rate for lease liability, and allocation of functional expenses.

Cash and Cash Equivalents

Cash and cash equivalents include cash and all highly liquid investments with an original maturity of 90 days or less.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accounts Receivable

Accounts receivable represent amounts owed to the Organization which are expected to be collected within twelve months and are presented in the statements of financial position net of the allowance for credit losses.

Allowance for Credit Losses

Management evaluates its receivables on an ongoing basis by analyzing customer relationships and previous payment histories. The allowance for credit losses is management's best estimate of the amount of expected credit losses in the existing accounts based on current market conditions. Historically, losses on uncollectible accounts have been within management's expectations. The allowance for credit losses is reviewed on a periodic basis to ensure there is sufficient reserve to cover any potential credit losses. When receivables are considered uncollectible, they are charged against the allowance for credit losses. Collections on accounts previously written off are included in the change in net assets as received. There was no allowance for credit losses at December 31, 2024.

Promises to Give

Conditional promises to give are not recognized in the financial statements until the conditions are substantially met or explicitly waived by the donor. 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 more than one year are recorded at fair value, which is measured as 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 discounts is included in contribution revenue. In the absence of donor stipulations to the contrary, promises with payments due in future periods are restricted to use after the due date. Promises that remain uncollected more than one year after their due dates are written off unless the donors indicate that payment is merely postponed.

Property and Equipment

All acquisitions of property and equipment in excess of $5,000 and all expenditures for maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Repairs and maintenance are expensed as incurred. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

Leases

The Organization leases office space and equipment. The Organization determines if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use (ROU) assets and operating lease liabilities on the statements of financial position.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Leases (continued)

ROU assets represent the right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As most of the leases do not provide an implicit rate, the Organization uses a risk-free rate based on the information available at commencement date in determining the present value of lease payments. The operating lease ROU assets also include any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The agreements do not contain any material residual value guarantees or material restrictive covenants.

Net Assets

The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions.

Revenue Recognition

Revenue from payments under various contracts is recognized as revenue when performance obligations under the terms of the contracts with customers are satisfied. Revenue received in advance is deferred and recognized over the periods to which the dates and fees relate. These amounts are included in performance obligation liabilities within the statements of financial position.

A significant portion of the Organization’s grants and contracts are from government agencies. The benefits received by the public as a result of the assets transferred are not equivalent to commensurate value received by the government agencies and are therefore not considered exchange transactions. Grants and contracts are analyzed for measurable performance-related barriers or other barriers. Revenue is recognized as barriers are met. Funds received from non-exchange transactions in advance of barriers being met are recorded as refundable advances.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition (continued)

Contributions are recognized when cash, other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly removed the conditions. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as net assets without donor restrictions.

Donated Assets

Donated investments and other noncash donations are recorded as contributions at their fair values at the date of donation.

Donated Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Volunteers have also provided services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria were not met.

Functional Allocation of Expenses

Directly identifiable expenses are charged to programs and supporting services. Expenses related to salaries and employee benefits are allocated based on actual percentages of time spent in each functional area. Expenses related to maintenance and upkeep of the entire facility are allocated across functional areas based on a management's estimates of use.

Advertising

The Organization uses advertising to promote its programs among the audiences it serves. The production costs of advertising are expensed as incurred. During the fiscal years ended December 31, 2024, advertising costs totaled $14,197.

Income Taxes

Under section 501(c)(3) of the Internal Revenue Code, the Organization is exempt from taxes on income other than unrelated business income. The Organization was not subject to unrelated business income tax for fiscal year 2024.

The Organization utilizes the accounting requirements associated with uncertainty in income taxes using the provisions of Financial Accounting Standards Board (FASB) ASC 740*, Income Taxes*. Using that guidance, tax positions initially need to be recognized in the financial statements when it is more-likely-than-not the positions will be sustained upon examination by the tax authorities. It also provides guidance for derecognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. As of December 31, 2024, the Organization has no uncertain tax positions that qualify for recognition or disclosure in the financial statements.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, March 27, 2025, and determined that there were no events that occurred that required disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

Note 3: LIQUIDITY AND FINANCIAL ASSET AVAILABILITY

The Organization maintains its financial assets primarily in cash and cash equivalents to provide liquidity to ensure funds are available as the Organization's expenditures come due. The following reflects the Organization's financial assets as of the statement of financial position date, reduced by amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions.

December 31,	2024
Total assets at year end	$ 3,486,276
Less non-financial assets	
Prepaid expenses	(35,945)
Other assets	(16,843)
Operating lease right-of-use assets, net	(1,441,448)
Property and equipment, net	(127,318)
Financial assets at year-end	1,864,722
Less those not available for general expenditures within one year, due to contractual or donor-imposed restrictions	
Restricted by donor with time or purpose restrictions	(18,005)
Financial assets available to meet cash needs for general expenditures within one year	$ 1,846,717

The Organization is principally supported by government grants and funding from AHF. The Organization structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Organization operates with a budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources.

Note 4: ACCOUNTS RECEIVABLE AND PROMISES TO GIVE

Accounts receivable consist of grants receivable totaling $1,332,983 for the year ended December 31, 2024. As of December 31, 2024, promises to give consist of $10,963 receivable within one year. Management considers all receivables fully collectible. There was no bad debt expense during the year ended December 31, 2024.

Note 5: PROPERTY AND EQUIPMENT

The components of property and equipment consist of the following at December 31, 2024:

	Estimated Useful Lives (in years)	2024
Furniture and equipment	3-7	$ 2,015,058
Leasehold improvements	5-7	378,752
Software	3-7	65,106
Total depreciable property and equipment		2,458,916
Less accumulated depreciation and amortization		(2,331,598)
Total property and equipment, net		$ 127,318

Depreciation and amortization expense for the year ended December 31, 2024, amounted to $43,333.

Note 6: LEASES

The Organization has operating leases for office space and equipment. The components of lease expense were as follows:

For the year ended December 31,	2024
Operating lease cost	$ 518,816
Weighted average remaining lease term	
Operating leases	3.62 years
Weighted average discount rate	
Operating leases	4.60%

Note 6: LEASES (Continued)

Future minimum lease payments under non-cancellable leases as of December 31, 2024, are as follows:

For the years ending December 31,		
2025	$	453,698
2026		405,548
2027		413,193
2028		316,948
Total future minimum lease payments		1,589,387
Less imputed interest		(125,682)
Present value of lease liabilities	$	1,463,705
Reported as December 31, 2024		
Current portion of lease liabilities	$	396,217
Lease liabilities, less current portion		1,067,488
Total	$	1,463,705

Note 7: NET ASSETS

As of December 31, 2024, net assets without donor restrictions consists of undesignated net assets totaling $1,244,928.

A summary of net assets with donor restrictions consists of the following:

December 31,		2024
Purpose restricted		
Client services	$	8,409
Housing		9,596
Total net assets with donor restrictions	$	18,005

Note 7: NET ASSETS (Continued)

A summary of the release of donor restrictions consists of the following:

For the year ended December 31,		2024
Purpose restricted		
Education	$	16,200
Client services		38,196
Development		666
Housing		58,286
Total net assets released from restrictions	$	113,348

Note 8: CONCENTRATIONS

The Organization maintains cash deposits with financial institutions at December 31, 2024, in excess of federally insured limits of $36,753.

The Organization depends heavily on contributions and grants for its revenue. During 2024 the Organization received 35% of its funding from government grants. Also, during 2024, the Organization received 28% of its funding from AHF. The ability of the Organization's contributors and granters as well as AHF to continue giving amounts comparable with prior years may be dependent upon current and future overall economic conditions.

Note 9: EMPLOYEE BENEFIT PLAN

The Organization participates in a defined contribution plan administered by AHF. The plan is for the benefit of all full-time employees who qualify under the participation requirements. Participants may contribute up to 20% of pretax annual compensation as defined by the plan. The plan provides for matching contributions which are remitted monthly by the Organization to the plan. The Organization contributed $140,305 to the plan during the year ended December 31, 2024.

Note 10: RELATED PARTIES

During 2024, AHF provided support to the Organization totaling $2,556,451 included in revenue and other support without donor restrictions on the accompanying statement of activities. Additionally, AHF contributed $142,389 to the AIDS Walk for the year ended December 31, 2024. As of December 31, 2024, amounts due from AHF related to the AIDS Walk totaled $284,779 and are included as due from related party - AHF on the accompanying statement of financial position. As of December 31, 2024, amounts due to AHF totaled $285,294.

During the year ended December 31, 2024, AHF paid rent to the Organization for pharmacy space totaling $9,225, which is included in other revenue on the accompanying statement of activities. During the year ended December 31, 2024, the Organization entered into a long-term lease agreement with AHF for office space. For the year ended December 31, 2024, the Organization paid rent to AHF totaling $395,542. As of December 31, 2024, the associated operating lease right-of-use-asset totaled $1,376,084, and the operating lease liability totaled $1,397,287.

SUPPLEMENTARY INFORMATION

CARR, RIGGS & INGRAM, L.L.C.

Carr, Riggs & Ingram, L.L.C.
4004 Summit Boulevard NE
Suite 800
Atlanta, GA 30319

770.394.8000
770.451.2873 (fax)
CRIadv.com

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
AID Atlanta, 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 *Governmental Auditing Standards* issued by the Comptroller General of the United States, the financial statements of AID Atlanta, Inc. (a nonprofit organization) (the 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 March 27, 2025.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization'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 result 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 *Governmental Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, L.L.C.

Atlanta, Georgia
March 27, 2025

SINGLE AUDIT SECTION

CARR RIGGS & INGRAM
CARR, RIGGS & INGRAM, L.L.C.

Carr, Riggs & Ingram, L.L.C.
4004 Summit Boulevard NE
Suite 800
Atlanta, GA 30319

770.394.8000
770.451.2873 (fax)
CRIadv.com

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
AID Atlanta, Inc

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited AID Atlanta, Inc.'s (a nonprofit organization) (the Organization) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended December 31, 2024. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program as a whole.

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

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

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of AID Atlanta, Inc as of and for the year ended December 31, 2024, and have issued our report thereon dated March 27, 2025, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance 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.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, L.L.C.

Atlanta, Georgia
August 12, 2025

For the year ended December 31, 2024

	Federal Assistance Listing	Contract Number	Federal Expenditures
Department of Health and Human Services			
Passed Through Fulton County, Georgia			
Ending the HIV Epidemic: A Plan for America — Ryan White HIV/AIDS Program Parts A and B	93.686	21RFPRW0708B-EC	$ 363,508
Passed through Fulton County, Georgia			
HIV Emergency Relief Project Grants	93.914	H89HA00007	1,733,306
Passed Through the Georgia Department of Public Health			
HIV Care Formula Grants	93.917	40500-044-21192809	155,770
HIV Care Formula Grants	93.917	40500-044-25255194	402,198
Total HIV Care Formula Grants Program			557,968
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	93.918	H7628471	637,672
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	93.918	1 P06HA53488-01-00	56,555
Total Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease Program			694,227
Passed Through the Centers for Disease Control and Prevention			
HIV Prevention Activities - Non-Governmental Organization Based	93.939	5NU65PS004726-03-00	240,492
HIV Prevention Activities - Non-Governmental Organization Based	93.939	5NU65PS004726-04-00	217,931
Total HIV Prevention Activities - Non Governmental Organization Based Program			458,422
Passed Through Fulton County, Georgia			
HIV Prevention Activities Health Department Based	93.940	PS24-0047	149,760
Passed Through the Georgia Department of Public Health			
HIV Prevention Activities Health Department Based	93.940	40500-044-22223569	110,000
Total HIV Prevention Activities Health Department Based Program			259,760
Total Department of Health and Human Services			4,067,190
Department of Housing and Urban Development:			
Passed Through City of Atlanta, Georgia			
Housing Opportunities for Persons with AIDS Program	14.241	250132637	1,752,571
Passed Through Georgia Housing and Finance Authority, Department of Community Affairs			
Housing Opportunities for Persons with AIDS Program	14.241	2023 HOPWA 23C239	95,223
Housing Opportunities for Persons with AIDS Program	14.241	2024 23H HOPWA 24C119	48,425
Housing Opportunities for Persons with AIDS Program	14.241	GA-H230201	3,320
Total Housing Opportunities for Persons with AIDS Program			1,899,539
Total Department of Housing and Urban Development			1,899,539
TOTAL EXPENDITURES OF FEDERAL AWARDS			$ 5,966,729

There were no subrecipient amounts for the year ended December 31, 2024.

Note 1: BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of AID Atlanta, Inc. (the Organization) under programs of the federal government for the year ended December 31, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

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 Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited to reimbursement. Pass-through identifying numbers are presented where available.

Note 3: CONTINGENCIES

Grant monies received and disbursed are for specific purposes and are subject to review by the grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures. Management does not believe that such disallowance, if any, would have a material effect on its financial position. As of December 31, 2024, there were no material questioned or disallowed costs as a result of the grant audits in process or completed.

Note 4: INDIRECT COST

The Organization did not elect to use the de minimis indirect cost rate allowed under the Uniform Guidance.

Note 5: OTHER INFORMATION

Federal funds were not expended for endowments, insurance in effect, noncash assistance nor loan balances or guarantee programs for the year ended December 31, 2024.

Note 6: RECONCILIATION TO STATEMENT OF ACTIVITIES

For the year ended December 31,	2024
Governmental grants	$ 6,046,685
Less: State and local grants	(79,956)
Federal expenditures	$ 5,966,729

For the year ended December 31, 2024

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

1. Type of auditor's report issued				Unmodified
2. Internal control over financial reporting:				
A. Material weakness(es) identified		Yes	X	No
B. Significant deficiency(ies) identified that are not considered to be material weaknesses?		Yes	X	None noted
3. Noncompliance material to financial statements noted?		Yes	X	No

Federal Awards

4. Internal control over major programs:				
A. Material weakness(es) identified?		Yes	X	No
B. Significant deficiency(ies) identified that are not considered to be material weaknesses?		Yes	X	None noted
5. Type of auditor's report issued on compliance for major programs				Unmodified
6. Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?		Yes	X	None noted

7. There were no questioned costs that are required to be reported under the Uniform Guidance.

8. The programs tested as major programs included:

Assistance Listing Number	Program Name
93.914	HIV Emergency Relief Project Grants
14.241	Housing Opportunities for Persons with AIDS Program

9. The dollar threshold used to distinguish between Type A and Type B programs was $750,000.

10. The auditee does not qualify as a low-risk auditee.

SECTION II - FINANCIAL STATEMENT FINDINGS

None reported for the year ended December 31, 2024.

SECTION III - FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported for the year ended December 31, 2024.

SECTION IV - SCHEDULE OF FINDINGS AND QUESTIONED COSTS - PRIOR YEAR AUDITS

2023-01 – Schedule of Expenditures of Federal Awards – Internal Control (Material Weakness)

Condition: The Organization netted the amounts received and paid to subrecipients on the Statement of Activities. As a result, the schedule of federal expenditure was not complete, and a major program was not identified as needing an audit.

Recommendations: We recommend the Organization review each grant agreement and identify all grants which are awarded to the Organization and identify the federal funds to be included on the Statement of Expenditures of Federal Awards based on the grant agreement. We also recommend the Organization to review the accounting treatment for each of the grant funds received and account them in correct manner.

Current Status: Corrective action plan was implemented during the year ended December 31, 2024.