

**STREET WORKS
INDEPENDENT AUDITORS' REPORT
AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
DECEMBER 31, 2022**

(With Summarized Comparative Information for the Year Ended December 31, 2021)

STREET WORKS

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ROSTER OF OFFICIALS

Dr. Dorsha N James

Dr. Terrica Arnold

Slade Hurd

Jacquese Boyd

Michael Poku



1900 Church Street, Suite 200 □ Nashville, TN 37203
phone 615.321.7333 □ fax 615.523.1868

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Street Works
1326 Rosa L. Parks Blvd., Suite B
Nashville, TN 37208

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Street Works (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, 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 Street Works as of December 31, 2022, and the changes in 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 Street Works' 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 a 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 a 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.

Supplementary Information

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

Other Information

Management is responsible for the other information. Other information comprise of the list of roster of officials on page i. Other information does not include the basic financial statements and the auditor's report thereon. Our opinion on the basic financial statements do not cover the other information and we do not express an opinion or any form of assurance thereon.

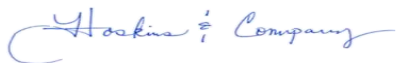
In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 26, 2023 on our consideration of Street Works' 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 Street Works' 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 Street Works' internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited the Street Works' 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 26, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in blue ink that reads "Hoskins & Company". The signature is written in a cursive, flowing style.

Hoskins & Company
Nashville, Tennessee
September 26, 2023

STREET WORKS
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2022
(With Summarized Comparative Information as of December 31, 2021)

	<u>2022</u>	<u>2021</u>
Assets		
Current assets		
Cash and equivalents	\$ 27,778	\$ 37,233
Grant receivables, Net (Note 4)	122,277	163,248
Total Current Assets	<u>150,055</u>	<u>200,481</u>
Noncurrent		
Property and equipment, Net (Note 5)	733,104	760,160
Total noncurrent assets	<u>733,104</u>	<u>760,160</u>
Total Assets	<u><u>\$ 883,159</u></u>	<u><u>\$ 960,641</u></u>
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	\$ 41,659	\$ 14,497
Current portion of mortgage payable (Note 7)	27,409	26,205
Other current liabilities	14,240	17,259
Total Current Liabilities	<u>83,308</u>	<u>57,961</u>
Long-term Liabilities		
Mortgage payable (Note 7)	437,696	455,439
Total Long-term Liabilities	<u>437,696</u>	<u>455,439</u>
Net Assets		
Net Assets Without Donor Restrictions	362,155	447,241
Total Liabilities and Net Assets	<u><u>\$ 883,159</u></u>	<u><u>\$ 960,641</u></u>

The accompanying notes are an integral part of these financial statements

STREET WORKS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022
(With Summarized Comparative Information for the Year Ended December 31, 2021)

	Without Donor Restrictions	With Donor Restrictions	2022 Total	2021 Total
Support and Revenues				
Passthrough grants	\$ 972,648	\$ -	\$ 972,648	\$ 981,218
Charitable contributions	44,937	-	44,937	840
Program revenue	190,139	-	190,139	210,386
Private grants	119,492	-	119,492	251,624
Total support and revenues	<u>1,327,216</u>	<u>-</u>	<u>1,327,216</u>	<u>1,444,068</u>
Expenses				
Program	1,124,456	-	1,124,456	1,320,497
General and administrative	287,846	-	287,846	271,340
Total expenses	<u>1,412,302</u>	<u>-</u>	<u>1,412,302</u>	<u>1,591,837</u>
Decrease in net assets	(85,086)		(85,086)	(147,769)
Beginning net assets	<u>447,241</u>	<u>-</u>	<u>447,241</u>	<u>595,010</u>
Ending net assets	<u>\$ 362,155</u>	<u>\$ -</u>	<u>\$ 362,155</u>	<u>\$ 447,241</u>

The accompanying notes are an integral part of these financial statements

STREET WORKS
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2022
(With Summarized Comparative Information for the Year Ended December 31, 2021)

	Program Services	Management and General	2022 Total	2021 Total
Client Assistance	\$ 152,487	\$ -	\$ 152,487	\$ 211,310
Communications	18,934	5,580	24,514	24,456
Conferences and Meetings	35,668	9,748	45,416	1,962
Depreciation	-	27,056	27,056	25,521
Employee Benefits	54,014	6,520	60,534	83,964
Insurance	28,021	4,307	32,328	34,801
Interest	-	23,950	23,950	24,261
Marketing and Promotions	11,110	9,890	21,000	21,000
Office Supplies	5,957	931	6,888	9,485
Other	19,510	17,605	37,115	44,736
Payroll Taxes	50,638	4,763	55,401	63,515
Professional Fees	22,432	34,066	56,498	55,071
Program Supplies	131,219	1,009	132,228	120,609
Repairs and Maintenance	640	115	755	2,983
Salaries and Wages	587,920	142,170	730,090	844,379
Transportation	1,819	-	1,819	19,742
Utilities	4,087	136	4,223	4,042
Total Functional Expenses	<u>\$ 1,124,456</u>	<u>\$ 287,846</u>	<u>\$ 1,412,302</u>	<u>\$ 1,591,837</u>

The accompanying notes are an integral part of these financial statements

STREET WORKS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2022
(With Summarized Comparative Information for the Year Ended December 31, 2021)

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities		
Change in net assets	\$ (85,086)	\$ (147,769)
Adjustments to reconcile change in net assets to net cash provided by operations activities:		
Depreciation	27,056	25,521
Decrease in accounts receivable	40,971	69,655
Increase in accounts payable	27,162	4,747
Net cash provided by (used in) operating activities	<u>10,103</u>	<u>(47,846)</u>
Cash flows from investing activities		
Purchases of property and equipment	<u>-</u>	<u>(26,946)</u>
Net cash used in investing activities	-	(26,946)
Cash flows from financing activities		
Payments on mortgage payable	(16,539)	(15,860)
Payments on line of credit	(3,019)	-
Proceeds from line of credit	<u>-</u>	<u>5,478</u>
Net cash used in financing activities	(19,558)	(10,382)
Net decrease in cash and cash equivalents	(9,455)	(85,174)
Cash and cash equivalents, beginning of year	37,233	122,407
Cash and cash equivalents, end of year	<u>\$ 27,778</u>	<u>\$ 37,233</u>
Interest paid	<u>\$ 21,631</u>	<u>\$ 22,367</u>

The accompanying notes are an integral part of these financial statements

STREET WORKS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

(With Summarized Comparative Information for the Year Ended December 31, 2021)

NOTE 1---NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

Street Works (the "Organization") was incorporated in the State of Tennessee in April, 2000 as a not-for-profit corporation. The Organization's mission is to address health disparities and substance use too hard to reach populations in communities of color, specifically those infected or affected by HIV/AIDS through education, prevention, care and advocacy.

Basis of Presentation

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly, reflect all significant receivables, payables and other liabilities. The financial statement presentation follows the recommendations of the Financial Accounting Standard Board's Accounting Standard Codification 958 (FASB ASC 958), financial statements of not-for-profit organizations. Under FASB ASC 958, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Financial position and activities are classified based on the existence or absence of donor restrictions as follows:

Net Assets without donor restrictions — Net assets without donor restrictions, by explicit donor stipulations or by law. Board designation does not constitute a donor restriction.

Net Assets with donor restrictions — Net assets with donor restrictions are limited as to use by donor-imposed stipulations that may expire with the passage of time or that may be satisfied by action of the Organization.

The Organization does not have any net assets with donor restrictions at December 31, 2022 and 2021.

Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities 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.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash held in checking and savings accounts.

Revenue Recognition

The Organization recognizes contributions as revenue when the contributions are received. Grant funds are recognized as revenues when such funds are expended for their intended purpose.

STREET WORKS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

(With Summarized Comparative Information for the Year Ended December 31, 2021)

NOTE 1---NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Statement of Functional Expenses

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

Property and Equipment

Property and equipment are recorded at cost. Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets of five years. Donated fixed assets are valued at the fair market value of the assets at the date of donation.

Advertising Costs

The Organization uses advertising to promote its programs among the audiences it serves. The production costs of advertising are expensed the first time the advertising takes place, except for direct-response advertising, which is capitalized and amortized over its expected period of future benefits. The advertising cost was \$21,000 for the years ended December 31, 2022 and 2021.

Significant Funding Services

The Organization's programs are supported almost entirely by grants and contracts from various governmental industries. A major reduction of funding from any of these sources, should this occur and not be replaced by other sources, may have a significant effect on future operations.

Income Taxes

The Organization was incorporated as a not-for-profit which is not classified as a private foundation by the Internal Revenue Service and is exempt from income tax under section 501 (c)(3) of the Internal Revenue Code. In addition, Street Works qualifies for the charitable contribution deduction. The Organization's tax returns for 2022 and 2021 are subject to routine audit by the Internal Revenue Service.

NOTE 2---LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

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

	<u>December 31, 2022</u>	<u>December 31, 2021</u>
Cash and cash equivalents	\$ 27,778	\$ 32,233
Grant receivables	122,277	163,248
Total Financial assets	150,055	195,481
Less assets unavailable for general expenditures within one year	-	-
Financial assets available to meet cash need for general expenditures within one year	\$ 150,055	\$ 195,481

STREET WORKS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

(With Summarized Comparative Information for the Year Ended December 31, 2021)

**NOTE 2---LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS
(CONTINUED)**

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTE 3---LINE OF CREDIT

The Organization maintains a \$5,000 unsecured line of credit with Truist Bank. The interest rate on the line of credit is 8% for the years ended December 31, 2022 and 2021. The balance on the line of credit was \$4,347 and \$3,652 at December 31, 2022 and 2021, respectively.

NOTE 4---GRANTS RECEIVABLES

Accounts services receivable, net, consists of the following at December 31, 2022 and 2021:

	<u>December 31, 2022</u>	<u>December 31, 2021</u>
Grants Receivable	\$ 122,277	\$ 163,248
Total Receivable	<u>\$ 122,277</u>	<u>\$ 163,248</u>

NOTE 5---PROPERTY AND EQUIPMENT

Property and equipment, net, consists of the following at December 31, 2022 and 2021:

	<u>December 31, 2022</u>	<u>December 31, 2021</u>
Buildings and improvements	\$ 743,170	\$ 743,170
Furniture and fixtures	6,030	6,030
Office equipment	121,182	121,182
Vehicles	227,908	227,908
Total fixed assets	1,098,290	1,098,290
Less accumulated depreciation	(365,186)	(338,130)
Total	<u>\$ 733,104</u>	<u>\$ 760,160</u>

Depreciation expense for the years ended December 31, 2022 and 2021 were \$27,056 and \$25,521, respectively.

STREET WORKS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
(With Summarized Comparative Information for the Year Ended December 31, 2021)

NOTE 7 – LONG TERM DEBT

The Organization has long term loan with an original balance of \$500,000 payable on or before 120 months with an interest rate of 4.50% per year for ten years. The loan is payable in monthly installments of \$3,181. The balance of the loan as of December 31, 2022 and 2021 was \$465,105 and \$481,644, respectively. Interest expense for the years ended December 31, 2022 and 2021 was \$21,631 and \$22,367, respectively.

NOTE 8—CONCENTRATION OF CREDIT RISK

Financial instruments that are potentially exposed to concentrations of credit risk consist of cash, accounts receivable and investments. The Organization maintains its cash and cash equivalents in various bank accounts that at times, may exceed the federally insured limits. The Organization's cash and cash equivalent accounts have been placed with high credit quality financial institutions. The Organization has not experienced, nor does it anticipate, any losses with respect to such accounts. As of December 31, 2022, the Organization had no significant concentrations of credit risk.

NOTE 9---SUBSEQUENT EVENTS

There were no other subsequent events requiring disclosure as of September 26, 2023 the date management evaluated such events. The financial statements were available to be issued on September 26, 2023.

STREET WORKS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2022

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Assistance Listing Number	Pass-Through Entity Identifying Number	Expenditures
Federal Government Awards			
U.S Center for Disease Control			
Passed-through Meharry Medical College			
Health Disparities	93.391		\$ 36,071
HIV Demonstration, Research, Public and Professional Education Projects (DATA)	93.941		31,337
Passed-through Tennessee Department of Health			
HIV Prevention Syringe Services	93.940		45,458
Total U.S. Center for Disease Control			112,866
Substance Abuse and Mental Services Administration			
Passed-through Meharry Medical College			
Meharry Addiction Clinic Expansion (MACE)	93.243		44,644
Men's Access to Treatment (MATT)	93.243		63,360
Total Substance Abuse and Mental Services Administration			108,004
U.S. Department of Health and Human Services			
Passed-through Metropolitan Nashville Health Department			
HIV Emergency Relief Project Grants (Ryan white HIV/AIDS Program Part A)	93.914		453,241
Passed-through United Way Metropolitan Nashville			
HIV Care Formula Grants (Ryan White HIV/AIDS HIV/AIDS Program Part B)	93.917		105,883
Passed-through United Way			
HIV Prevention (Ryan White HIV/AIDS Program Part B)	93.917		65,574
Passed-through Tennessee Department of Health			
MIA/ Hispanics (Ryan White HIV/AIDS Program Part B)	93.917		97,221
Total U.S. Department of Health and Human Services			721,919
U.S. Department of Housing and Urban Development			
Passed-through Metropolitan and Development and Housing Agency			
Housing Opportunities for Persons with AIDS	14.241		29,859
Total U.S. Department of Housing and Urban Development			29,859
Total Federal Awards			\$ 972,648

STREET WORKS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 1---SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

Street Works (the "Organization") was incorporated in the State of Tennessee in April, 2000 as a not-for-profit corporation. The Organization's mission is to address health disparities and substance use too hard to reach populations in communities of color, specifically those infected or affected by HIV/AIDS through education, prevention, care and advocacy.

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal grant expenditure activity of the Organization for the year ended December 31, 2022, and is presented using the accrual basis of accounting. The information in the Schedule is presented in accordance with the requirements of Uniform Guidance Audits of State local governments and non-profit entities, some amounts presented in this schedule may differ.

NOTE 2---DE MINIMIS ELECTION

The Organization did elect to utilize the 10% De Minimis election in the fiscal year December 31, 2022.

NOTE 3---SUBSEQUENT EVENTS

The Organization has evaluated subsequent events as of September 26, 2023; the date management evaluated such events that require disclosures. September 26, 2023, is the date the Schedule was available to be issued.



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors
Street Works
1326 Rosa L. Parks Blvd., Suite B
Nashville, TN 37208

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Street Works (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 26, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Street Works' 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 Street Works' internal control. Accordingly, we do not express an opinion on the effectiveness of the Street Works' internal control.

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

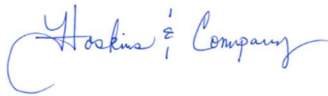
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Report on Compliance and Other Matters

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

Purpose of This Report

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

A handwritten signature in blue ink that reads "Hoskins & Company". The signature is stylized, with a large, looping initial "H" and a cursive "Company" following it.

Hoskins & Company
Nashville, TN
September 26, 2023



1900 Church Street, Suite 200 Nashville, TN 37203
Phone 615.321.7333 Fax 615.523.1868

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

To the Board of Directors
Street Works
1326 Rosa L. Parks Blvd., Suite B
Nashville, TN 37208

Report on Compliance for Each Major Federal Program

We have audited Street Works' compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of Street Works' major federal programs for the year ended December 31, 2022. Street Works' major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Street Works 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, 2022.

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 Street Works 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 Street Works' 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 Street Works' federal programs.

Auditors' 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 Street Works' 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 Street Works' 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 Street Works' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Street Works' 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 Street Works' 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

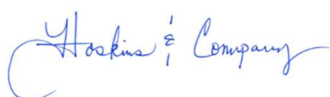
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing

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 combination of deficiencies, in internal control over compliance, such that there is 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 and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be a material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been 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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in blue ink that reads "Hoskins & Company". The signature is written in a cursive, flowing style.

Hoskins & Company
Nashville, TN
September 26, 2023

**STREET WORKS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

SECTION I—Summary of Independent Auditors' Results

Financial Statements

Type of auditors' report issued: [Unmodified]

Internal control over financial reporting:

·Material weaknesses identified?	No
·Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:

·Material weaknesses identified?	No
·Significant deficiencies identified that are not considered to be material weaknesses?	None reported

Type of auditors' report issued on compliance for major program: [Unmodified]

Any audit findings disclosed that are required to be reported in accordance with Section 200.516 (a) of Uniform Guidance?	No
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Identification of major programs:

CFDA NUMBER	NAME OF FEDERAL PROGRAM	AMOUNT EXPENDED
93.914	HIV Emergency Relief Project Grants (Ryan White HIV/AIDS Program Part A)	\$ 453,241

Dollar threshold used to distinguish between type A and type B programs:	\$750,000
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Auditee qualified as a low-risk auditee?	No
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STREET WORKS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2022

SECTION II—Findings Related to the Financial Statements Audited in Accordance with Government Auditing Standards

A. CURRENT YEAR FINDINGS RELATED TO THE FINANCIAL STATEMENTS

None reported for the year ended December 31, 2022

SECTION III – Findings and Questioned Costs for Federal Awards

B. CURRENT AUDIT COMPLIANCE FINDINGS

None reported for the year ended December 31, 2022

PRIOR YEAR – Status of Prior Audit Findings and Questioned Costs

None Reported