WILLIAMSON COUNTY CRISIS CENTER
(dba HOPE ALLIANCE)
(A NONPROFIT CORPORATION)

FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT
YEAR ENDED DECEMBER 31, 2025

WILLIAMSON COUNTY CRISIS CENTER
(dba HOPE ALLIANCE)

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FINANCIAL SECTION

ATCHLEY & ASSOCIATES LLP
CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS ADVISORS

Independent Auditors' Report

Board of Directors
Williamson County Crisis Center
dba Hope Alliance
Round Rock, Texas

Opinion

We have audited the accompanying financial statements of Williamson County Crisis Center dba Hope Alliance, which comprise the statement of financial position as of December 31, 2025, 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 Hope Alliance as of December 31, 2025, 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 (GAAS) 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Hope Alliance 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.

Other Matter

The financial statements of Hope Alliance, as of and for the year ended December 31, 2024, were audited by other auditors, whose report, dated November 26, 2025, expressed an unmodified opinion on those statements.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 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 Hope Alliance's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' 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 GAAS 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 GAAS 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 Hope Alliance'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 Hope Alliance'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 Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated October 26, 2026, on our consideration of Hope Alliance'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 Hope Alliance'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 Hope Alliance's internal control over financial reporting and compliance.

Atchley & Associates LLP

Austin, Texas
October 26, 2026

WILLIAMSON COUNTY CRISIS CENTER
(dba HOPE ALLIANCE)
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2025

ASSETS		
Current assets:		
Cash and cash equivalents	$	318,908
Grants receivable		400,032
Current portion of Hope is Building pledges receivable		442,434
Current portion of prepaid expenses		71,555
Total current assets		1,232,929
Prepaid expenses, net of current portion		100,768
Hope is Building pledges receivable, net of current portion and discounts		546,652
Property and equipment, net		7,448,093
Total assets	$	9,328,442
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	$	142,743
Accrued payroll		92,852
Accrued interest		9,392
Accrued compensated absences		35,381
Line of credit		100,000
Long-term debt, current portion		825,000
Total current liabilities		1,205,368
Long-term liabilities:		
Retainage payable		-
Long-term debt		2,109,982
Total long-term liabilities		2,109,982
Total liabilities		3,315,350
Net assets:		
Without donor restrictions		
Board designated operating reserve		664,583
Undesignated		3,892,047
Total net assets without donor restrictions		4,556,630
With donor restrictions		1,456,462
Total net assets		6,013,092
Total liabilities and net assets	$	9,328,442

The accompanying notes are an integral part of this financial statement.

WILLIAMSON COUNTY CRISIS CENTER
(dba HOPE ALLIANCE)
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenues			
Support			
Government grants	$ 1,859,160	$ -	$ 1,859,160
Contributions and other grants	323,912	1,218,006	1,541,918
Contributed non-financial asset	79,279	-	79,279
Revenue			
Fundraising	193,583	-	193,583
Interest income	301	-	301
Miscellaneous income	5,832	-	5,832
Net assets released from restrictions - satisfaction of purpose	524,526	(524,526)	-
Total support and revenue	2,986,593	693,480	3,680,073
Expenses			
Program services			
Family violence	2,143,535	-	2,143,535
Sexual assault education and crisis program	56,838	-	56,838
Support services			
General and administrative	593,159	-	593,159
Development	477,482	-	477,482
Total expenses	3,271,014	-	3,271,014
Change in net assets	(284,421)	693,480	409,059
Net assets			
Beginning of year	4,841,051	762,982	5,604,033
End of year	$ 4,556,630	$ 1,456,462	$ 6,013,092

The accompanying notes are an integral part of this financial statement.

WILLIAMSON COUNTY CRISIS CENTER
(dba HOPE ALLIANCE)
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2025

	Program Services		Support Services		
	Family Violence	Sexual Assault Education and Crisis	General and Administrative	Development	Total Expenses
Personnel expenses					
Salaries	$ 1,254,037	$ 24,198	$ 319,243	$ 185,616	$ 1,783,094
Other employee benefits	166,495	336	62,167	29,089	258,087
Payroll taxes	93,177	1,845	23,310	13,424	131,756
In-kind advocates	15	22,927	33	3	22,978
Total personnel expenses	1,513,724	49,306	404,753	228,132	2,195,915
Other expenses					
Advertising	-	-	-	23,392	23,392
Client services	68,944	18	1,369	26	70,357
Dues and subscriptions	44,430	811	7,063	1,493	53,797
Employee and volunteer relations	2,509	291	2,241	91	5,132
Fundraising	-	-	718	57,264	57,982
Insurance	40,061	867	11,069	870	52,867
Interest	1,065	-	78,293	117,768	197,126
IT services	20,934	1,138	3,324	1,004	26,400
Printing and postage	1,913	-	12	1,028	2,953
Professional fees	33,368	684	44,590	1,589	80,231
Rent	215,645	1,467	16,819	26,373	260,304
Repairs and maintenance	58,682	334	1,921	334	61,271
Security and safety	1,719	8	344	9	2,080
Service charges	2,257	53	1,904	3,982	8,196
Supplies	12,240	261	1,559	1,092	15,152
Telephone and internet	28,029	374	1,944	371	30,718
Training and education	3,344	40	4,362	2,308	10,054
Travel	6,592	13	-	1,880	8,485
Utilities	50,737	183	768	184	51,872
Total expenses before depreciation	592,469	6,542	178,300	241,058	1,018,369
Depreciation	37,342	990	10,106	8,292	56,730
Total expenses	$ 2,143,535	$ 56,838	$ 593,159	$ 477,482	$ 3,271,014

The accompanying notes are an integral part of this financial statement.

WILLIAMSON COUNTY CRISIS CENTER
(dba HOPE ALLIANCE)
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2025

Cash flows from operating activities:	
Change in net assets	$ 409,059
Adjustments to reconcile change in net assets to net cash from operating activities:	
Depreciation	56,730
Changes in assets and liabilities that provided (used) cash:	
Grants receivable	209,791
Hope is Building pledges receivable	(492,332)
Prepaid expenses	44,107
Accounts payable	(73,330)
Accrued payroll	(34,471)
Retainage payable	(210,144)
Net cash flows from operating activities	(90,590)
Cash flows from investing activities:	
Purchase of property and equipment	(1,538,335)
Net cash flows from investing activities	(1,538,335)
Cash flows from financing activities:	
Net activity on the line of credit	(68,659)
Proceeds from the issuance of note payable	1,725,000
Payments on note payable	(61,984)
Net cash from financing activities	1,594,357
Net change in cash	(34,568)
Beginning cash	353,476
Ending cash	$ 318,908
Supplemental disclosures of cash flow information:	
Interest paid	$ 197,126

The accompanying notes are an integral part of this financial statement.

WILLIAMSON COUNTY CRISIS CENTER
(dba HOPE ALLIANCE)
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization: Williamson County Crisis Center dba Hope Alliance, a Texas nonprofit corporation, was incorporated on June 20, 1983. Hope Alliance provides services at no charge to victims of family violence and sexual assault. These services include a 24-hour hotline, emergency shelter, counseling and support groups, educational programs, legal advocacy, and hospital accompaniment. Hope Alliance is supported by government grants through local city, county and state grants, as well as grants and contributions from other nonprofit organizations and individuals.

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 (US GAAP). Net assets, revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions.

Net assets of Hope Alliance and changes therein are classified and reported as follows:

Net assets without donor restrictions - Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of Hope Alliance. These net assets may be used at the discretion of Hope Alliance's management and board of directors.

Net assets with donor restrictions - Net assets subject to stipulations imposed by donors and grantors. Some donor-imposed restrictions are temporary in nature; these restrictions will be met by the actions of Hope Alliance or by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, whereby the donor stipulates those resources be maintained in perpetuity (see Note 7).

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions on the statement of net assets.

Donated Services: Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the year received.

Cash and Cash Equivalents: Hope Alliance considers all highly liquid investments purchased with initial maturities of three months or less to be cash equivalents.

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

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

Property and Equipment: Property and equipment are recorded at cost or at estimated fair value at the date of the gift. Property and equipment purchased in excess of $2,500 are capitalized. Donated property and equipment are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Repairs and maintenance are charged to expenses. Renewals and betterments which add significantly to the utility or useful life of the asset are capitalized. Depreciation is provided using the straight-line method over either the estimated useful lives of the assets (for purchased or donated assets) or remaining lease term (for leasehold improvements) as follows:

Buildings and improvements	7 - 39 years
Furniture and fixtures	3 - 7 years
Leasehold improvements	3 - 5 years
Vehicles	5 years

Revenue Recognition and Promises to Give - Hope Alliance records special events revenue equal to the fair value of direct benefits to donors, and contribution revenue for the difference. Hope Alliance recognizes contributions when cash, securities or other assets, or an unconditional promise to give, is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return or release, are not recognized until the conditions on which they depend have been substantially met. As of December 31, 2025, Hope Alliance had received conditional promises to give totaling $0 for the family violence and sexual assault education and crisis programs as well as the development support services related to the Hope is Building campaign.

Unconditional promises to give are reflected as contributions and pledges receivable in the statement of financial position. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statement of activities.

Hope Alliance determines the allowance for doubtful accounts based on prior years' experience and management's analysis of possible bad debts. Hope Alliance considers all contributions and pledges receivable to be fully collectible at December 31, 2025.

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Functional Expenses - The cost of providing family violence and sexual assault education and crisis program services as well as supporting activities is summarized on a functional expense basis in the statement of functional expenses. Expenses directly attributable to a specific program or supporting activity of Hope Alliance are reported as expenses of those functional activities. Functional expense allocation is based on time and effort and amount of relative square footage.

Federal Income Taxes - Hope Alliance has received an exemption from federal income taxes from the Internal Revenue Service under Internal Revenue Code Section 501(c)(3). In addition, Hope Alliance has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code. There was no unrelated business income for the year ended December 31, 2025.

FASB ASC Section 740 requires extensive disclosures about uncertain tax positions. The requirements of this standard are applicable to nonprofit organizations. Accordingly, a loss contingency is recognized when it is probable that a liability has been incurred as of the date of the financial statements and the amount of the loss can be reasonably estimated. The amount recognized is subject to estimate and management's judgment with respect to the likely outcome of each uncertain tax position.

Hope Alliance does not believe that it has engaged in any situation that would result in an uncertain tax position. As a result, management does not believe that any uncertain tax positions currently exist and therefore, no loss contingency has been recognized in the accompanying financial statements. Hope Alliance's policy is to record any income tax related penalties and interest incurred as general and administrative expense. Hope Alliance did not incur any income tax related penalties or interest during the year ended December 31, 2025.

Advertising - Hope Alliance expenses advertising costs as incurred. Advertising expense totaled $23,392 for the year ended December 31, 2025, which is included in development expenses on the statement of functional expenses.

Subsequent Events - Management of Hope Alliance has evaluated subsequent events for disclosure through the date of the Independent Auditors' Report, the date the financial statements were available to be issued (see Note 5)**.**

2. UNCONDITIONAL PROMISE TO GIVE

Unconditional promises to give appear as Hope is Building pledges receivable in the statement of financial position and are estimated to be collected as follows as of December 31, 2025:

Within one year	$	442,434
In two to five years		596,023
Total unconditional promises to give		1,038,457
Less discounts to net present value		(49,371)
Total unconditional promises to give, net	$	989,086

3. LEASES

Hope Alliance is currently in a month-to-month lease informal agreement for its main office space. Office lease expense in the amount of $70,800 is included in rent on the accompanying statement of functional expenses.

4. PROPERTY AND EQUIPMENT

The following is a summary of property and equipment at December 31, 2025:

Buildings	$	128,000
Building and land improvements		763,539
Land		1,744,257
Furniture and fixtures		445,326
Leasehold improvements		92,190
Vehicles		23,909
Construction in progress		5,170,247
Total property and equipment		8,367,468
Less: accumulated depreciation		(919,375)
Property and equipment, net	$	7,448,093

Hope Alliance purchased 11.527 acres of unimproved land in Leander, Texas for $2,008,464. Hope Alliance entered into contracts for architect, civil engineering, and project management services related to the development and construction of a 43,000 square foot multi-agency building for program and support services to include an emergency shelter, totaling approximately $16,265,000, to be funded by its Hope Is Building capital campaign. As of December 31, 2025, a total of $5,170,247 for predevelopment, architect, civil engineering, project management and construction costs related to site preparation and utilities have been incurred and are included in construction in progress.

5. LINE OF CREDIT

Hope Alliance has a $200,000 revolving line of credit with a bank, secured by accounts receivable and contributions receivable. The agreement was renewed on April 12, 2026, and matures on April 12, 2027, and bears interest at the greater of the Wall Street Prime Rate plus 1% or 7.5% per annum. The outstanding balance was $100,000 at December 31, 2025.

6. LONG TERM DEBT

Long term debt consists of the following as December 31:

Organization has a note payable with R Bank, originally issued on October 6, 2021, in the original principal amount of $1,507,000. Under a Fourth Loan Renewal and Modification Agreement effective April 6, 2025, the outstanding principal balance of the note was $1,283,112. The note bears interest at the bank's prime rate plus 1.0%, subject to a minimum rate of 5.0% and a maximum rate permitted by applicable law. The loan requires monthly payments of accrued interest only through April 6, 2027, at which time all remaining principal and accrued interest become due and payable. The note is secured by a deed of trust covering certain land as well as an assignment of rents and leases.	$ 1,284,982
On June 26, 2025, Hope Alliance entered into a $1,725,000 promissory note agreement with a bank that is secured by a second lien deed of trust against certain real property. Monthly payments of accrued interest only shall be due and payable beginning July 27, 2025, until maturity at June 27, 2027. Additionally, Hope Alliance is required to make principal payments sufficient to reduce the principal balance of this note to no more than $825,000 on or before December 31, 2026. The interest rate is the greater of prime rate plus 1.0% and 5.0% rate but never more than the maximum lawful rate as defined in the note agreement.	1,650,000
Total	$ 2,934,982

The aggregate annual maturities of long-term debt by year are as follows:

Year ended December 31,	
2026	$ 825,000
2027	2,109,982
Total	$ 2,934,982

7. NET ASSETS WITH DONOR RESTRICTIONS

At December 31, 2025, net assets of $1,456,462 are restricted for the purposes noted below.

Hope is Building campaign	$	1,230,078
Transitional housing		226,384
Net assets with donor restrictions	$	1,456,462

Net assets were released from restriction by incurring expenses satisfying the purposes as follows for the year ended December 31, 2025:

Construction in progress payments and other Hope is Building campaign expenses	$	281,909
Temporary shelter rent		144,000
Specific client services and personnel costs		75,000
Transitional housing		23,617
Total net assets released from restrictions	$	524,526

8. CONTRIBUTED NON-FINANCIAL ASSETS

Hope Alliance received the following contributed non-financial support reflected within the statement of activities and statement of functional expenses for the year ended December 31, 2025:

Category of Donation	Revenue Recognized in 2025	Utilization in programs and/or activities	Donor restrictions
Temporary shelter rent	$ 36,000	Family violence program	Purpose restricted
Advocates	26,545	Family violence and sexual assault programs as well as administrative activities	No restrictions
Client service supplies	16,192	Family violence and sexual assault programs	No restrictions
Administrative and fundraising supplies	542	Administrative and fundraising activities	No restrictions
	$ 79,279		

8. CONTRIBUTED NON-FINANCIAL ASSETS - CONTINUED

Hope Alliance obtained a real estate broker's price opinion to estimate the $360,000 fair value of contributed temporary shelter rent that became month to month in October 2025. Related rent expense is being recorded using the straight-line method over the life of the lease and totaled $36,000 for the year ended December 31, 2025.

Volunteer advocates receive the same in-depth initial training and continuing education as advocate employees, and both are expected to meet Hope Alliance's standards of performance and are similarly monitored by supervisory personnel. The estimated fair value of advocate services are based on payroll costs of similarly experienced advocate personnel.

All supplies are reported at estimated fair value based on sales prices of similar items in the local area.

9. LIQUIDITY AND AVAILABILITY

Hope Alliance operates with a balanced budget and regularly monitors liquidity required to meet its operating needs and other financial commitments. Hope Alliance considers all expenditures related to its ongoing activities of providing family violence and sexual assault education and crisis program services in Williamson County as well as the conduct of activities that support these program services to be general expenditures. Hope Alliance receives significant contributions and promises to give restricted by donors and considers all contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures in 2025.

Financial assets available for general expenditures within one year of December 31, 2025, consists of the following financial assets less management's estimates of amounts not available to be used within one year:

Financial assets at year end:		
Cash and cash equivalents	$	318,908
Accounts receivable		400,032
Current portion of Hope is Building pledges receivable		442,434
Total financial assets		1,161,374
Less those unavailable for general expenditures within one year, due to:		
Restricted net assets, net of pledges		(467,376)
Financial assets available to meet general expenditures over the next year	$	693,998

Hope Alliance has a goal to maintain cash on hand equal to a minimum of three months of operating expenses. As of December 31, 2025, the Board of Directors has designated $664,583 for this operating reserve. Hope Alliance also has a line of credit available to meet short-term needs (see Note 5).

10. CONCENTRATIONS

For the year ended December 31, 2025, Hope Alliance received 58% of its support and revenue from 3 grantors. Loss of this support due to reduced budget appropriations at city, county, state, or federal levels or due to contract non-renewal could have a material impact on Hope Alliance's operations.

As of December 31, 2025, Hope Alliance maintained cash balances at certain financial institutions. These cash accounts at the financial institutions are insured by the Federal Deposit Insurance Corporation in the amount of $250,000. At certain times, Hope Alliance's cash and cash equivalents exceed $250,000. Hope Alliance has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on its cash accounts.

11. CONTINGENCIES

Hope Alliance participates in numerous grant programs that are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that Hope Alliance has not complied with the rules and regulations governing the grants, if any, refunds of any money received may be required. In the opinion of management, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

12. RELATED PARTY TRANSACTIONS

During the year ended December 31, 2025, Hope Alliance received contributions of $1,103,643 from members of the Board of Directors.

As of December 31, 2025, members of the Board of Directors have pledges of $723,016, in the Hope is Building Campaign.

FEDERAL COMPLIANCE SECTION

ATCHLEY & ASSOCIATES LLP
CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS ADVISORS

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*

Board of Directors
Williamson County Crisis Center
dba Hope Alliance
Round Rock, Texas

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 Williamson County Crisis Center dba Hope Alliance, which comprise the statement of financial position as of December 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the notes to the financial statements, and have issued our report thereon dated October 26, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Hope Alliance'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 Hope Alliance's internal control. Accordingly, we do not express an opinion on the effectiveness of Hope Alliance'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of Hope Alliance'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 Hope Alliance's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Purpose of this Report

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

Atchley & Associates LLP

Austin, Texas
October 26, 2026

ATCHLEY & ASSOCIATES LLP
CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS ADVISORS

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE

Board of Directors
Williamson County Crisis Center
dba Hope Alliance
Round Rock, Texas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Williamson County Crisis Center dba Hope Alliance's compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on Hope Alliance's major federal program for the year ended December 31, 2025. Hope Alliance's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Hope Alliance 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, 2025.

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 Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Hope Alliance 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 Hope Alliance'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 Hope Alliance's 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 Hope Alliance'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 Hope Alliance's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *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 Hope Alliance'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 Hope Alliance'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 Hope Alliance's internal control over compliance.

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 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 the internal control over compliance was for the limited purpose described in the Auditors' 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 the testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Atchley & Associates LLP

Austin, Texas
October 26, 2026

WILLIAMSON COUNTY CRISIS CENTER
(dba HOPE ALLIANCE)
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025

Federal Grantor/Pass-through Grantor Program Title	Federal AL Number	Agency Pass-Through Number	Federal Expenditures
U.S. Department of Housing and Urban Development			
Passed through Williamson County			
Community Development Block Grant (CDBG)	14.218	n/a	$ 3,769
Total U.S. Department of Housing and Urban Development			3,769
U.S. Department of Justice			
Passed through Texas Office of the Governor - Criminal Justice Division			
Victims of Crime Act Formula Grant Program (VOCA)	16.575	2884907	489,096
VOCA	16.575	2884908	229,074
Total U.S. Department of Justice			718,170
U.S. Department of Health and Human Services			
Passed through the Office of the Attorney General:			
Rape Prevention and Education / SAPCS Federal-RPE	93.136	C-01308	4,663
Passed through Texas Health and Human Services Commission:			
Temporary Assistance for Needy Families (TANF)	93.558	HHS000380000056	116,157
TANF	93.558	HHS001520200012	114,716
	Total 93.558		230,873
Social Services Block Grant	93.667	HHS000380000056	6,997
Social Services Block Grant	93.667	HHS001520200012	6,927
	Total 93.667		13,924
Family Violence Prevention and Services Act (FVPSA)	93.671	HHS000380000056	50,032
FVPSA	93.671	HHS001520200012	49,904
FVPSA - ARPA Supplemental Funding	93.671	HHS000380000056	9,370
FVPSA - ARPA Covid Mitigation Funding	93.671	HHS000380000056	59,165
	Total 93.671		168,471
Total U.S. Department of Health and Human Services			417,931
Total Expenditures of Federal Awards			$ 1,139,870

WILLIAMSON COUNTY CRISIS CENTER
(dba HOPE ALLIANCE)
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Williamson County Crisis Center dba Hope Alliance and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Subpart F Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, and Cost Principles, therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the financial statements.

NOTE C - INDIRECT COST RATES

Hope Alliance has not elected to use the 15 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

WILLIAMSON COUNTY CRISIS CENTER
(dba HOPE ALLIANCE)
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025

I. Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting

- Material weakness(es) identified? ____ Yes X No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? ____ Yes X No

Noncompliance material to financial statements noted? ____ Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ____ Yes X No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? ____ Yes X No

Type of auditors' report issued on compliance for major programs: Unmodified

- Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)? ____ Yes X No

Identification of major programs:

AL #	Name of Federal Program
16.575	Crime Victim Assistance

Dollar threshold used to distinguish between Type A and Type B programs $ 1,000,000

Auditee qualified as low-risk auditee? ____ Yes X No

II. Financial Statement Findings

No matters were reported

III. Findings and Questioned Costs for Federal Awards

No matters were reported

WILLIAMSON COUNTY CRISIS CENTER
(dba HOPE ALLIANCE)
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2025

Financial Statement Finding 2024-001

Condition: In order for the financial statements to be presented in accordance with U.S. generally accepted accounting principles (GAAP) in all material respects, the independent auditors had to propose material adjustments to management of Williamson County Crisis Center (Hope Alliance) to record a conditional promise to give and to adjust classification of closing costs and taxes.

Effect: Without material adjustments, Hope Alliance's financial statements were misstated.

Cause: Hope Alliance has experienced turnover in the VP of Finance position in the current year so in-depth review of accounting records were not accomplished prior to presentation to auditors.

Criteria: The Statements on Auditing Standards issued by the American Institute of Certified Public Accountants (AICPA) and Government Auditing Standards issued by the Comptroller General of the United States require management of Hope Alliance to design, implement, and maintain internal control relevant to the preparation and fair presentation of the financial statements, in accordance with GAAP.

Recommendation: We recommend that management of Hope Alliance and its contract accounting firm consistently perform a thorough year-end review of the nature of all significant accounts and transactions to ensure proper accounting treatment.

Client response: Hope Alliance has recorded the audit adjustments in its accounting records and has already taken proper steps to consistently perform thorough monthly and year-end reviews of the nature of all accounts and transactions to ensure proper accounting treatment by contracting with a fractional controller, known as "Your Part Time Controller" (YPTC). YPTC is based out of Philadelphia, PA and has offices in both Houston and Dallas/Ft. Worth, TX. YPTC has taken over all of Hope Alliance's financial accounting, grant accounting and payroll needs. Every YPTC activity results in a paper trail in preparation for 2025 year-end reviews and 2025 audits.

This finding is considered to be resolved.