

Audit Reports

Financial Statements

And

Schedules

Goshen Valley Foundation, Inc.

December 31, 2024

Murphy CPA Group, P.C.

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Certified Public Accounts

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Goshen Valley Foundation, Inc.

Audit Reports  
Financial Statements  
And  
Schedules

Year Ended December 31, 2024

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# Murphy CPA Group, P.C.

Certified Public Accountants

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of  
Goshen Valley Foundation, Inc.

### **Opinion**

We have audited the accompanying financial statements of Goshen Valley Foundation, Inc. (a nonprofit organization) which comprise the statement of financial position as of December 31, 2024, and the related statements of activities 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 Goshen Valley Foundation, 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. 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 Goshen Valley Foundation, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **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 Goshen Valley Foundation Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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, 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 Goshen Valley Foundation Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Goshen Valley Foundation Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

## **Other Matters**


### **Other 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 Office of Management and Budget Uniform Guidance, *Audits of States, Local Governments, and Non-Profit Organizations*, 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 information is fairly stated, in all material respects, in relation to the financial statements as a whole.

#### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2025 on our consideration of Goshen Valley Foundation, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Goshen Valley Foundation, Inc.'s internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Murphy CPA Group P.C.".

Murphy CPA Group, P.C.

Canton, Georgia  
July 11, 2025

## GOSHEN VALLEN FOUNDATION, INC.

## Statement of Financial Position

As of December 31, 2024

	<u>2024</u>
<b>ASSETS</b>	
<b>Current Assets</b>	
Cash and Cash Equivalents	\$ 2,867,729
Accounts Receivables (net)	629,923
Other Current Assets	<u>13,628</u>
Total Current Assets	<u>3,511,280</u>
<b>Property and Equipment:</b>	
Automobiles	626,702
Buildings & Improvements	7,396,179
Furniture & Equipment	266,528
Land & Improvements	<u>1,978,884</u>
	10,268,293
Less Accumulated Depreciation	<u>(2,781,950)</u>
Net Property and Equipment	<u>7,486,343</u>
<b>Other Assets</b>	
Loan Fees	8,978
Right-of-Use Assets	<u>558,722</u>
Total Other Assets	<u>567,700</u>
Total Assets	<u>\$ 11,565,323</u>
<b>LIABILITIES AND NET ASSETS</b>	
<b>Current Liabilities</b>	
Accounts Payable	\$ 1,309
Payroll Liabilities	37,271
Current Portion of Long-Term Debt	<u>256,842</u>
Total Current Liabilities	<u>295,422</u>
<b>Long-Term Debt</b>	
Notes Payable	2,501,388
Lease Liability	<u>558,722</u>
Total Long-Term Liabilities	<u>3,060,110</u>
Total Liabilities	<u>3,355,532</u>
<b>NET ASSETS</b>	
Unrestricted	\$ 8,209,791
Restricted	<u>-</u>
Total Net Assets	<u>8,209,791</u>
Total Liabilities and Net Assets	<u>\$ 11,565,323</u>

See Independent Auditor's Report and Notes to Financial Statements.

GOSHEN VALLEY FOUNDATION, INC.  
Statement of Activity and Net Assets  
For the Year Ended December 31, 2024

	2024	
<b>Unrestricted Revenue</b>		
Program Revenues, Reimbursements & Per Diem	\$	10,217,127
Contributions & Support		2,455,343
Other Revenue		762,875
<b>Total Unrestricted Revenue</b>		13,435,345
 <b>Restricted Revenue</b>		
Grants		311,009
Contributions & Support		568,379
<b>Total Unrestricted Revenue</b>		879,388
 <b>Total Revenue</b>		14,314,733
 <b>Operating Expenditures</b>		
Program Services		12,871,533
Mangement & General		945,989
Fundraising		-
<b>Operating Expenditures</b>		13,817,522
	<u>Unrestricted</u>	<u>Restricted</u>
Change in Net Assets	497,211	-
Balance at Beginning of Year	7,815,651	-
Adjustments to Net Assets	(103,071)	-
 Balance at End of Year	\$ 8,209,791	\$ -

GOSHEN VALLEY FOUNDATION, INC.  
Statement of Cash Flows  
For the Year Ended December 31, 2024

	2024
<b>Cash flow from operating activities</b>	
Net Income	\$ 497,211
Adjustments to reconcile net income to net cash provided by operating activities	
Depreciation expense	242,071
Loss on disposal of equipment	
(Increase) decrease in:	
Accounts receivables	(13,380)
Other current assets	(13,628)
Other assets	267
Adjustment to Net Assets	(103,071)
Increase (decrease) in:	
Accounts payable and accrued liabilities	(158,573)
Payroll liabilities	15,004
Net cash provided by (used in ) operating activities	465,901
 <b>Cash flow from investing activities</b>	
Purchase of property and equipment	(697,690)
Net cash (used in) provided by investing activities	(697,690)
 <b>Cash flow from financing activities</b>	
Decrease in short and long-term borrowing	(144,779)
Net cash provided by (used in) financing activities	(144,779)
Net increase in cash and cash equivalents	(376,568)
Cash and cash equivalents at the beginning of the year, and	3,244,297
Cash and cash equivalents at the end of the year	2,867,729

Interest Paid in 2024: \$95,508

GOSHEN VALLEY FOUNDATION, INC.  
 Operatin Expenditures  
 For the Year Ended December 31, 2024

	<u>Program Services</u>	<u>Mangement &amp; General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	\$ 5,339,860	\$ 228,894		\$ 5,568,754
Payroll Taxes	424,768			424,768
Employee Benefits	62,437			62,437
Health Insurance	737,222	28,324		765,546
Workers Compensation	70,891			70,891
E&O Insurance	8,416			8,416
General Liability	240,787			240,787
Per Diem Expenses	1,098,661			1,098,661
401K Company Match	43,882			43,882
Staff Expenses	76,045	754		76,799
Staff Events	36,851	870		37,721
Recruiting Costs	61,376	256		61,632
Contract Labor	1,340,870	5,256		1,346,126
Volunteer Costs	5,918	2,021		7,939
Equine Program	13,013			13,013
Safety & Compliance	15,033			15,033
Grant Expense	58,031			58,031
Food & Beverage	264,340			264,340
PSSP Expenses	116,991			116,991
Recreation	68,670			68,670
Education	105,942			105,942
Incidentals	14,783			14,783
Background Checks	5,651	106		5,757
Drug Testing	609,845	40		609,885
Gifts, Rewards & Allowances	49,548			49,548
Personal Care	28,412			28,412
Clothing & Necessities	89,540			89,540
Community Events	32,253	182,394		214,647
Other Program Expenses	681			681
Rent	438,219	12,213		450,432
Repairs and Maintenance	197,283	995		198,278
Utilities	203,299	122		203,421
Real Estate Taxes	15,113			15,113
Furnishings & Décor	16,604			16,604

GOSHEN VALLEY FOUNDATION, INC.  
 Operatin Expenditures  
 For the Year Ended December 31, 2024

	<u>Program Services</u>	<u>Mangement &amp; General</u>	<u>Fundraising</u>	<u>Total</u>
Depreciation Expense		242,071		242,071
Phones	55,528	1,800		57,328
Internet	54,081	2,016		56,097
Computer System Support	101,987			101,987
Software	94,204	7,094		101,298
Licenses and Fees	5,850			5,850
Professional Expenses	168,279	31,577		199,856
Dues and Subscriptions	59,785	7,917		67,702
Meals & Meetings	41,076	3,470		44,546
Supplies	87,308	15,422		102,730
Support	28,800			28,800
Travel & Entertainment	4,825	527		5,352
Advertising and Promotion	29,389	26,789		56,178
Auto Expenses	200,906	2,658		203,564
Charitable Donations	33,802	115		33,917
Equipment Repairs	9,975	1,392		11,367
Equipment Leases	4,503			4,503
Interest Expense		95,508		95,508
Bank Service Charges		45,388		45,388
Total Expenses and losses	<u>\$ 12,871,533</u>	<u>\$ 945,989</u>	<u>\$ -</u>	<u>\$ 13,817,522</u>

# GOSHEN VALLEY FOUNDATION, INC.

Notes to Financial Statements

For the Year Ended December 31, 2024

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### Organization and Nature of Activities

The Goshen Valley Foundation, Inc. (formed December 19, 1997) operates programs in north Georgia and metro Atlanta that accomplish its mission of providing hope and healing to foster youth and vulnerable families through relational, trauma-responsive services to cultivate personal healing and generational change. Through contracts for service with the state of Georgia, three (3) of its programs provide residential foster care in a variety of settings: group living through Goshen Valley Boys Ranch (boys age 11-18); independent and transitional living through Goshen New Beginnings (young men and women ages 18-21) and traditional foster home environments purposed for sibling reunification through Goshen Homes. Goshen Valley Foundation's fourth program, Goshen Therapeutic Services, provides community mental and behavioral health services for families at all levels of need. The Foundation's financial support comes primarily from state government contracts for service, various government and child welfare grants, client fees, contributions, and other miscellaneous revenue sources.

The Foundation is a nonprofit organization as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes. The Goshen Valley Foundation, Inc. is accredited by the Council on Accreditation.

### Public Support and Revenue

Contributions are generally available for unrestricted use in the related campaign year unless specifically restricted by the donor. Unconditional promises to give are recorded as received. The majority of the promises to give are received from a broad base of contributors across North Georgia.

Grants and other contributions of cash and other assets are reported as temporarily restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as unrestricted contributions.

Contributions of donated noncash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance nonfinancial 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 period received.

### Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates.

## **GOSHEN VALLEY FOUNDATION, INC.**

Notes to Financial Statements  
For the Year Ended December 31, 2024

### **Cash and Cash Equivalents**

The foundation considers all highly liquid investments with maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents for the purposes of the statement of cash flows would exclude permanently restricted cash and cash equivalents.

### **Furniture, Equipment, Buildings, and Automobiles**

Furniture, equipment, buildings, and automobiles are capitalized at cost. It is the Foundation's policy to capitalize expenditures for these items in excess of \$2,500.00. Lesser amounts are expensed. Furniture, equipment, and automobiles are being depreciated over estimated useful lives of five to ten years using the straight-line method. Houses are being depreciated over estimated useful lives of 39 years using the straight-line method.

### **Financial Statement Presentation**

The Foundation is required to report information regarding its financial position and activities according to two classes of net assets: unrestricted net assets and restricted net assets.

### **NOTE 2: RELATED-PARTY TRANSACTIONS AND COMMON CONTROL**

The Board of Trustees for Goshen Valley Foundation, Inc. includes John W. Blend III. John's son Zach fills the corporate officer position of Chief Executive Officer. John has previously served as interim Executive Director for Goshen Valley Boys Ranch.

John W. Blend, III donated the land on which the Goshen Valley Boys Ranch campus is located.

### **NOTE 3: NOTES PAYABLE**

The South State Bank Consolidated Loan was originally executed March 26, 2015, in the amount of \$2,900,000.00 to mature March 26, 2035. The loan was amortized over 240 payments in the amount of \$17,278.73. However, in October of 2019 the Organization sought to consolidate multiple lines under this note. The loan was originally priced at an interest rate of 3.75% but has since been adjusted to 3.37%. The note is secured by Goshen Valley Foundation, Inc. real estate. This new consolidated loan was executed in the amount of \$3,717,306.00 with a monthly payment in the amount of \$25,775.68. The loan is set to mature on October 16, 2026, with a final balloon payment for the remaining balance.

On November 1, 2024, The Organization entered into a new loan with South State Bank in the amount of \$197,831.44 in order to acquire several vehicles. This new loan was amortized over 60 payments in the amount of \$3,917.30 at an interest rate of 7% and a maturity date of November 1, 2029.

**GOSHEN VALLEY FOUNDATION, INC.**

Notes to Financial Statements  
For the Year Ended December 31, 2024

Estimated principal portions of payments due from 2025 through maturity on long term debt are approximated as follows as of December 31, 2024:

<i>Year</i>	<i>South State Bank Consolidated Loan</i>	<i>South State Bank Vehicle Loan</i>
2025	\$222,398	\$34,444
2026	\$2,340,764	\$36,934
2027	-	\$39,604
2028	-	\$42,467
2029	-	\$41,619
Total	\$2,563,162	\$195,068

**NOTE 4: DONATED SERVICES**

The Foundation receives donated services from unpaid volunteers who assist in administration, fund-raising, and special projects. No amounts have been recognized in the statement of activities because the criteria for recognition under Accounting Standards Codification 958 *Not-for-profit entities* have not been satisfied.

**NOTE 5: FUNCTIONAL ALLOCATION OF EXPENSES**

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities.

**NOTE 6: COMPENSATED ABSENCES**

Goshen Valley Foundation, Inc. d/b/a Goshen Valley Boys Ranch has no accrued vacation pay or sick pay expense because the amount cannot be readily estimated.

**NOTE 7: CONCENTRATIONS OF CREDIT RISK**

The Foundation maintains cash balances at a reputable financial institution, but does bear some risk with regard to the concentration of excess deposits. These accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per institution. As of December 31, 2024, the Foundation's bank balances were inadequately insured by \$2,710,866.08.

**GOSHEN VALLEY FOUNDATION, INC.**

Notes to Financial Statements  
For the Year Ended December 31, 2024

**NOTE 8: CONCENTRATIONS OF REVENUE**

Approximately seventy four percent (74%) of 2024 revenues were received from the Georgia Department of Human Resources Division of Family and Children Services.

**NOTE 9: ACCOUNTS RECEIVABLE**

Accounts Receivable consist of the amount paid in January of 2025 by the Georgia Department of Human Resources Division of Family and Children Services for December 2024 activity. Accounts receivable is stated at the amount billed. The Organization does not require collateral for its receivables. The carrying amount of accounts receivable can be reduced by a valuation allowance that reflects management’s best estimate of amounts that will not be collected. Management individually reviews all accounts receivable balances that exceed 60 days from the invoice due date and based on an assessment of current creditworthiness, past payment history and historical loss experience, estimates the portion, if any, of the balance that will not be collected. Management believes that all accounts receivable are fully collectible; accordingly, no allowance for doubtful accounts has been provided.

**NOTE 10: OPERATING LEASE COMMITMENTS**

Goshen Valley Foundation previously entered into leasing arrangements with various commercial communities and residential lessors. All such leases exist with the option to renew. During the 2024 fiscal year, the Organization initiated two new leasing arrangements for commercial property. All leases contain the option of a one- or two-year extension.

Existing operating leases on facilities are as follows as of December 31, 2024:

<i>Location</i>	<i>Origination Date</i>	<i>Current Monthly Payment</i>	<i>Remaining Total</i>	<i>Termination/Renew Date</i>
Lewallen Farms	11/10/10	\$1,600	\$12,800	8/31/25 (set to renew – 1 yr)
Lewallen Farms	6/11/13	\$1,800	\$14,400	8/31/25 (set to renew – 1 yr)
Narrow Path	2/1/16	\$3,500	\$42,000	12/31/25
Canton Mill Venture	11/15/21	\$14,076	\$180,986	1/29/26
Harbor Creek	2/5/23	\$1,986	\$4,228	3/4/25 (set to renew – 1 yr)
Harbor Creek	5/16/23	\$1,675	\$10,888	6/15/25 (set to renew – 1 yr)
DMD, LLC	8/1/23	\$6,000	\$190,320	8/1/27
Harbor Creek	11/3/23	\$1,904	\$19,102	11/2/25 (set to renew – 1 yr)
Butterworth Road	2/2/24	\$2,000	\$2,000	2/1/25 (set to renew – 1 yr)
<b>Total</b>		<b>\$34,541</b>	<b>\$446,724</b>	

**GOSHEN VALLEY FOUNDATION, INC.**

Notes to Financial Statements

For the Year Ended December 31, 2024

**NOTE 11: ADVERTISING COSTS**

Nondirect-response advertising costs are expensed the first time the advertising takes place.

**NOTE 12: INCOME TAX STATUS**

Goshen Valley Foundation, Inc. qualifies as a tax-exempt organization as described in Internal Revenue Code Section 501(c)(3). Goshen Valley Foundation, Inc. is subject to unrelated business income tax on certain income not directly related to Goshen Valley Foundation, Inc.'s tax-exempt purpose. In the opinion of management, Goshen Valley Foundation, Inc. had no unrelated business income during 2024.

The Organization only recognizes the tax benefit from an uncertain tax position taken or to be taken in a tax return if the tax position is more likely than not to be sustained upon an examination, based on the technical merits of the position. Interest and penalties, if any, are included in expenses in the consolidated statements of activities. As of December 31, 2024, the Organization has no uncertain tax positions that qualify for recognition or disclosure in the consolidated financial statements.

The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Organization believes it is no longer subject to income tax examinations for years prior to 2020.

**NOTE 13: SUBSEQUENT EVENTS**

Management has evaluated subsequent events through the report date, which represents the date the financial statements were available to be issued. As of this date, the Organization has not identified any events that have a material effect on the financial statements.

GOSHEN VALLEY FOUNDATION, INC.  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended December 31, 2024

<u>Federal Grantor / Pass-through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Federal Expenditures</u>
U.S. Department of Health and Human Services:			
Pass-through program from:			
State of Georgia Department of Human Resources	ARRA	93.658	381
		93.558	7,311,318
		93.276	1,023,074
			2,091,111
Total expenditures of federal awards			\$ 10,425,503

**GOSHEN VALLEY FOUNDATION, INC.**  
Notes To Schedule of Expenditures of Federal Awards  
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 Goshen Valley Foundation, Inc. and is presented on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

# Murphy CPA Group, P.C.

Certified Public Accountants

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## 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 Trustees of  
Goshen Valley Foundation, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Goshen Valley Foundation, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2024, 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 June 30, 2025.

### **Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Goshen Valley Foundation, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Goshen Valley Foundation, Inc.'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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

## Report on Compliance and Other Matters

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

### Purpose of this Report

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

A handwritten signature in cursive script that reads "Murphy CPA Group P.C.".

Murphy CPA Group, P.C.

Canton, Georgia  
July 11, 2025

# Murphy CPA Group, P.C.

Certified Public Accountants

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## 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 Trustees of  
Goshen Valley Foundation, Inc.

### **Report on Compliance for Each Major Federal Program**

#### ***Opinion on Each Major Federal Program***

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

In our opinion, Goshen Valley Foundation, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2024.

#### ***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Goshen Valley Foundation, Inc. and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Goshen Valley Foundation's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

Management's responsibilities 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 Goshen Valley Foundation Inc.'s federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Goshen Valley Foundation, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance, but it 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 that 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 judgement made by a reasonable user of the report on compliance about Goshen Valley Foundation, Inc.'s compliance with the requirements of each major federal program as a whole.

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

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

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

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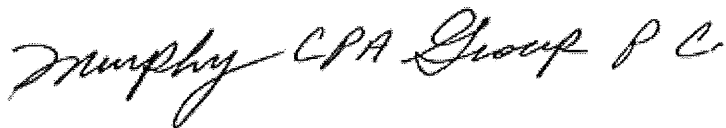
## Report on Internal Control Over Compliance

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 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 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.



Murphy CPA Group, P.C.

Canton, Georgia  
July 11, 2025

**GOSHEN VALLEY FOUNDATION, INC.**  
Schedule of Findings and Questioned Costs  
Year Ended December 31, 2024

**Section I- Summary of Audit Results**

**Financial Statements:**

Type of auditor’s report issued Unmodified

Internal Control over Financial Reporting:

- Material weakness (es) 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 weakness (es) identified? No
- Significant deficiencies identified that are not considered to be material weaknesses? None Reported

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

Any audit findings disclosed that are required to be reported in accordance with section 501 (a) of OMB Uniform Guidance? No

Identification of major programs:

Name	CFDA Number
U.S. Department of Health and Human Services	93.658, 93.558, and 93.276

Dollar threshold to distinguish between Type A and Type B programs? \$750,000

Auditee qualified as a low risk auditee? No

**Section II- Financial Statements Findings** None

**Section III- Federal Award Findings and Questioned Costs** None