



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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January 25, 2024

Board of Directors
Almost4Minds Logistics & Transportation, Inc.
Marion County, Indiana

We have reviewed the audit report of Almost4Minds Logistics & Transportation, Inc., which was opined upon by Comer, Nowling and Associates, PC, Independent Public Accountants, for the period January 1, 2022 to December 31, 2022. Per the *Independent Auditor's Report* the financial statements included in the report present fairly the financial condition of Almost4Minds Logistics & Transportation, Inc. as of December 31, 2022 and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, Comer, Nowling and Associates, PC prepared the audit report in accordance with the guidelines established by the State Board of Accounts.

The audit report is filed with this letter in our office as a matter of public record.

A handwritten signature in cursive script that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

**Almost4Minds
Logistics & Transportation Inc.**

=====
**Financial Statements
For The Year Ended
December 31, 2022 and 2021
(With Single Audit Section)**

COMER  NOWLING

INDUSTRY ESTABLISHED | FOCUSED ON QUALITY

Certified Public Accountants

**ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
FINANCIAL STATEMENTS**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Almost4Minds Logistics & Transportation, Inc.
Indianapolis, Indiana

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Almost4Minds Logistics & Transportation, Inc. (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 present fairly, in all material respects, the financial position of Almost4Minds Logistics & Transportation, Inc. as of December 31, 2022, 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.

Prior Period Financial Statements

The financial statements of Almost4Minds Logistics & Transportation, Inc. as of December 31, 2021 were audited by other auditors whose report dated September 21, 2022 expressed an unmodified opinion on those statements.

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 Almost4Minds Logistics & Transportation, 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 opinions.

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 Almost4Minds Logistics & Transportation, 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 and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Almost4Minds Logistics & Transportation, 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 the Almost4Minds Logistics & Transportation, 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.

Supplementary Information

Our audits were 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 September 26, 2023 on our consideration of Almost4Minds Logistics & Transportation, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Almost4Minds Logistics & Transportation, Inc.'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 Almost4Minds Logistics & Transportation, Inc.'s internal control over financial reporting and compliance.

Comer, Nowling And Associates, P.C.

Comer, Nowling And Associates, P.C.

Indianapolis, Indiana

September 26, 2023

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2022 AND 2021

ASSETS	<u>2022</u>	<u>2021</u>
CURRENT ASSETS:		
Cash and cash equivalents	\$ 10,719	\$ 130,242
Grants receivable	252,503	115,502
Other assets	10,385	24,976
Total current assets	273,607	270,720
PROPERTY AND EQUIPMENT:		
Property and equipment, net of accumulated depreciation	165,730	22,502
Total property and equipment	165,730	22,502
OTHER ASSETS:		
Right of use asset - operating lease	13,607	-
Total other assets	13,607	-
Total assets	\$ 452,944	\$ 293,222
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Accounts payable	\$ 42,365	\$ 2,023
Accrued expenses	28,871	12,195
Line of credit	20,000	-
Current portion notes payable	132,391	-
Current portion of operating lease liabilities	6,221	-
Total current liabilities	229,848	14,218
LONG-TERM LIABILITIES		
Notes payable, net of current portion	104,984	-
Operating lease liability, net of current portion	7,386	-
Total long-term liabilities	112,370	-
Total liabilities	342,218	14,218
NET ASSETS		
Without donor restrictions	110,050	108,167
With donor restrictions	676	170,837
Total net assets	110,726	279,004
Total liabilities and net assets	\$ 452,944	\$ 293,222

See accompanying notes to financial statements.

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021

	<u>2022</u>			<u>2021</u>		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
REVENUE AND SUPPORT						
Government grants	\$ 819,662	\$ 163,500	\$ 983,162	\$ 898,653	\$ -	\$ 898,653
Gain on sale of property	5,945	-	5,945	-	-	-
Other contributions	4,932	-	4,932	4,148	-	4,148
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total revenue and support	830,539	163,500	994,039	902,801	-	902,801
Net assets released from restriction	333,661	(333,661)	-	17,131	(17,131)	-
Expenditures in accordance with grant awards						
Total revenue, support and net assets released from restriction	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	1,164,200	(170,161)	994,039	919,932	(17,131)	902,801
OPERATING EXPENSES						
Program services	1,012,992	-	1,012,992	790,521	-	790,521
Management and general	149,325	-	149,325	116,860	-	116,860
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total operating expenses	1,162,317	-	1,162,317	907,381	-	907,381
Increase (decrease) in net assets	1,883	(170,161)	(168,278)	12,551	(17,131)	(4,580)
NET ASSETS, BEGINNING OF YEAR	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	108,167	170,837	279,004	95,616	187,968	283,584
NET ASSETS, END OF YEAR	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 110,050	\$ 676	\$ 110,726	\$ 108,167	\$ 170,837	\$ 279,004

See accompanying notes to financial statements.

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Program</u>	<u>Management and General</u>	<u>Total</u>
OPERATING EXPENSES			
Salaries and wages	\$ 311,519	\$ 77,880	\$ 389,399
Employee benefits	38,928	9,732	48,660
Payroll taxes	23,240	5,809	29,049
Travel	8,183	-	8,183
Insurance	26,993	31,284	58,277
Depreciation	19,601	-	19,601
Repairs and maintenance	41,364	-	41,364
Professional and subcontractor fees	29,958	7,489	37,447
Supplies and equipment	465,050	11	465,061
Rent and utilities	34,408	8,602	43,010
Postage and shipping	29	-	29
Other operating expenses	13,719	8,518	22,237
	<u>13,719</u>	<u>8,518</u>	<u>22,237</u>
 Total operating expenses by function	 <u>\$ 1,012,992</u>	 <u>\$ 149,325</u>	 <u>\$ 1,162,317</u>

See accompanying notes to financial statements.

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2021

	<u>Program</u>	<u>Management and General</u>	<u>Total</u>
OPERATING EXPENSES			
Salaries and wages	\$ 242,734	\$ 60,683	\$ 303,417
Employee benefits	23,709	5,927	29,636
Payroll taxes	9,809	2,452	12,261
Travel	1,112	4,448	5,560
Insurance	15,604	18,084	33,688
Depreciation	10,212	-	10,212
Repairs and maintenance	29,380	-	29,380
Professional and subcontractor fees	36,174	9,043	45,217
Supplies and equipment	394,125	4,855	398,980
Rent and utilities	27,586	6,897	34,483
Postage and shipping	76	33	109
Other operating expenses	-	4,438	4,438
	<u> </u>	<u> </u>	<u> </u>
Total operating expenses by function	<u>\$ 790,521</u>	<u>\$ 116,860</u>	<u>\$ 907,381</u>

See accompanying notes to financial statements.

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDING DECEMBER 31, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Increase (decrease) in net assets	\$ (168,278)	\$ (4,580)
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation	19,601	10,212
Loss (gain) on sale of property and equipment	(5,945)	-
(Increase) decrease in cash from changes in:		
Accounts receivable	(137,001)	(30,300)
Other assets	14,591	(13,307)
Right-of-use asset	(13,607)	-
Increase (decrease) in cash from changes in:		
Accounts payable	40,342	(860)
Accrued expenses	16,676	734
Right-of-use lease liability	13,607	-
	(220,014)	(38,101)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Acquisition of property and equipment	(167,129)	-
Proceeds from sale of property and equipment	10,245	-
	(156,884)	-
CASH FLOWS FROM FINANCING ACTIVITIES:		
Payments on long-term debt	(5,328)	-
Proceeds of long-term debt	242,703	-
Proceeds for line of credit, net of payments	20,000	-
	257,375	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(119,523)	(38,101)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	130,242	168,343
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 10,719	\$ 130,242

See accompanying notes to financial statements.

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF OPERATIONS

Almost4Minds Logistics & Transportation, Inc. (the “Organization”), was incorporated in the State of Indiana in February 2018. Almost4Minds Logistics and Transportation, Inc., provides logistical services to put HIV testing and prevention supplies in the hands that need them most. These products are shipped across the state of Indiana to local nonprofit organizations and health departments. Medical transportation services are also provided for care coordination sites in Indiana and provides ongoing customer support and data collection for service provisions. The Organization has an office building which it operates in Indianapolis, Indiana.

BASIS OF ACCOUNTING

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.

FINANCIAL STATEMENT PRESENTATION

The financial statement presentation follows the recommendations of the Financial Accounting Standards Board. Per the applicable standards, Almost4Minds Logistics & Transportation, Inc. 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. A description of the net asset classes follows:

Net assets without donor restrictions represent the portion of net assets of Almost4Minds Logistics & Transportation, Inc. that is not subject to donor-imposed restrictions. Net assets without donor restrictions include expendable funds available for the support of the Organization. Board designated net assets are net assets without donor restrictions with self-imposed designations by action of the governing board.

Net assets with donor restrictions represent contributions and other inflows of assets whose use by Almost4Minds Logistics & Transportation, Inc. is limited by donor-imposed stipulations that either expire by passage of time, can be fulfilled and removed by actions of Almost4Minds Logistics & Transportation, Inc. pursuant to those stipulations, or net assets that must be held in perpetuity.

Net assets with donor restrictions also include, pursuant to Indiana law, cumulative appreciation, and reinvested gains on net assets with donor restrictions that are held in perpetuity, which have not been appropriated by the Board of Directors.

CASH AND CASH EQUIVALENTS

For purposes of the statement of cash flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (continued)

REVENUE RECOGNITION

The majority of the Organization's revenue is earned under cost-reimbursement awards from governmental agencies. Revenues are recognized under such awards when costs allowable under the terms of the awards are incurred. Advances received in excess of allowable costs are reported as liabilities. Fees for services are recognized as revenue when the services are substantially performed. Fees received in advance of substantial performance are reported as liabilities. Deposits received from customers prior to the date of the performance of services are recorded as deferred revenue.

The Organization reports gifts of cash and other assets as 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, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Unconditional gifts that are originally restricted by the donor and for which restriction is met in the same time period are recorded as contributions with donor restrictions and then released from restriction. Conditional contributions, which are those with a measurable performance barrier and a right of return, are not recognized until the conditions on which they depend have been met.

GRANTS AND OTHER RECEIVABLES

Grants and contributions receivable, which represent unconditional promises to give, are recognized in the period received. Unconditional promises to give that are expected to be collected within one year are recorded at net realized value. Unconditional promises to give that are expected to be collected over periods in excess of one year are recorded at the net present value of their estimated cash flows beyond one year using a risk-adjusted rate of return appropriate for the expected term of the promise to give. Conditional promises to give, which depend on the occurrence of a specified future and uncertain event to bind the promisor, are recorded when the conditions on which they depend are substantially met.

Other receivables are recorded when billed or accrued and represent claims against third parties that will be settled in cash. The carrying value of receivables, net of the allowance for doubtful accounts, represents their estimated net realizable value.

The Organization uses the allowance method to determine uncollectible, unconditional pledges receivable. The allowance is based on the prior years' experience and management's analysis of specific pledges made. The Organization has determined that any allowance would be immaterial.

CONTRIBUTED SERVICES

Contributions of services are recognized as revenue at their estimated fair value only when the services received create or enhance non-financial assets or require specialized skills possessed by the individuals providing the service and the service would typically need to be purchased if not donated.

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (continued)

INCOME TAX STATUS

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2).

The Organization recognizes a tax benefit only if it is more likely than not the tax position would be sustained in a tax examination, with a tax examination being presumed to occur. The amount recognized will be the largest amount of tax benefit that is greater than 50% likely of being realized on examination. For tax positions not meeting the more-likely-than-not test, no tax benefit will be recorded. With few exceptions, the Organization is no longer subject to examination by taxing authorities for the years before 2019.

FUNCTIONAL EXPENSE ALLOCATION

The costs of supporting the various programs and other activities have been summarized on a functional basis in the statements of functional expenses. Expenses have been classified based upon the actual direct expenditures and cost allocations. The most significant allocations are salaries and related expenses, which were allocated based upon estimates of time spent by the Organization personnel, and occupancy and depreciation, which were allocated based on the use of resources.

FAIR VALUE OF FINANCIAL INSTRUMENTS

The FASB Accounting Standards Codification topic “Fair Value Measurement” defines fair value as the price that would be received for an asset or paid to transfer a liability (an exit price) in the Organization’s principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The standard establishes a fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value.

The standard describes three levels of inputs that may be used to measure fair value:

Level 1: Quoted prices for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Level 2: Significant other observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3: Significant unobservable inputs that reflect a reporting entity’s own assumptions about the assumptions that market participants would use in pricing an asset or liability.

In many cases, a valuation technique used to measure fair value includes inputs from multiple levels of the fair value hierarchy. The lowest level of significant input determines the placement of the entire fair value measurement in the hierarchy.

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (continued)

PROPERTY AND EQUIPMENT

Property and equipment are carried at cost and include expenditures for new additions and those which substantially increase the useful lives of existing assets. Depreciation has been provided on the straight-line method over the estimates lives of the property and equipment. Depreciable lives are generally five years.

Expenditures for normal repairs and maintenance are charged to operations as incurred. The cost of property or equipment retired or otherwise disposed of, and the related accumulated depreciation are removed from the accounts in the year of disposal with the resulting gain or loss reflected in earnings.

USE OF ESTIMATES

The preparation of financial statements, in conformity with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that affect 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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses.

LEASES

In February 2016, FASB issued ASU 2016-02, *Leases (Topic 842)*. Under the new guidance, lessees are required to recognize right-of-use assets and right-of-use lease liabilities on the statement of financial position for all leases with terms longer than 12 months. Leases will be classified as either finance or operating, with classification affecting the pattern of expense recognition in the statement of activities. The Organization implemented the standard effective January 1, 2022, using the year of adoption. Prior periods continue to be reported and disclosed in accordance with the Organization's historical accounting under ASC Topic 840, Leases.

The Organization has elected to use the following practical expedients in implementing the new standard:

Package of Practical Expedients: Allows the Organization to not reassess (1) lease classification for any expired or existing leases, (2) whether any existing contract contains a lease assuming the lessee has accounted for leases accurately under ASC 840, and (3) any initial direct costs for any existing leases.

Risk-Free Rate Policy: allows the lessee to avoid having to calculate an incremental borrowing rate to avoid unnecessary cost and complexity.

Short-Term Lease Practical Expedient: allows any lease with a term of 12 months or less to be excluded from treatment under the guidance of ASC 842.

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (continued)

RECLASSIFICATION

Certain prior year financial information has been reclassified to conform to the current year’s presentation.

SUBSEQUENT EVENTS

Subsequent events have been evaluated through September 26, 2023, which is the date the financial statements were available to be issued.

NOTE 2 – CONCENTRATION OF CREDIT RISK

The Organization’s cash and cash equivalents are on deposit with two financial institutions, having branches in the local area. Each account is insured by the FDIC for up to \$250,000 for the years ended December 31, 2022 and 2021. The Organization did not have an uninsured balance at December 31, 2022 and 2021.

The Organization received a significant amount of its funding from the state and federal contracts that are renewable annually. Legislative budgets could significantly impact the Organization’s ability to start new programs or to continue existing programs.

NOTE 3 – PROPERTY AND EQUIPMENT

The Organization’s property and equipment are as follows on December 31:

	<u>2022</u>	<u>2021</u>
Vehicles	\$ 207,927	\$ 49,678
Office equipment	<u>1,382</u>	<u>4,230</u>
	209,309	53,908
Less: accumulated depreciation	<u>(43,578)</u>	<u>(31,406)</u>
	<u>\$ 165,731</u>	<u>\$ 22,502</u>

Depreciation expense was \$19,601 and \$10,212 for the years ended December 31, 2022 and 2021, respectively.

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 4 – NOTES PAYABLE AND LINE OF CREDIT

In 2022, the Organization obtained a \$70,000 line of credit that matures November 2023. The line of credit has a variable interest rate of 1.5% over the lender’s prime rate. As of December 31, 2022, the interest rate was 9.0%.

The Organization had the following notes payable as of December 31:

	<u>2022</u>	<u>2021</u>
Note payable - 4.9%, 60 months, payments of 653.85 including interest, maturity December 2027.	\$ 34,871	\$ -
Note payable - 4.9%, 60 months, payments of 509.70 including interest, maturity November 2027.	35,126	-
Note payable - 4.9%, 60 months, payments of 292.44 including interest, maturity October 2027.	26,017	-
Note payable - 4.9%, 60 months, payments of 564.55 including interest, maturity September 2027.	33,362	-
THFGI Short-term loan - 3% interest after one month, repaid as able.	108,000	-
Total debt	\$ 237,376	\$ -

The future maturities of long-term debt are as follows for the year ended December 31:

2023	\$	132,391
2024		25,613
2025		26,897
2026		28,245
2027		24,230
Thereafter		-
		\$ 237,376

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 5 – LEASES

The Organization has a lease for office space and another for a vehicle. Rental expense included in the Statement of Activities for the years ended December 31, 2022 and 2021 were approximately \$38,390 and \$25,790, respectively.

As of January 1, 2022, the Organization adopted FASB Accounting Standards Update (ASU) No. 2016-02, ASC 842, Leases, which requires the recognition of a right-of-use asset and a lease liability based on the present value of the remaining lease payments. The Organization used a risk-free discount rate to determine the present value.

The following is a schedule by years of minimum future payment on the operating leases and the amortization of the net present value of the lease liability as of December 31, 2022.

	<u>Minimum annual lease payments</u>	<u>Amortization of NPV of lease liability</u>
Year ending December 31:		
2023	\$ 6,395	\$ 6,221
2024	6,395	6,322
2025	1,066	1,064
2026	-	-
2027	-	-
Thereafter	-	-
	<u>\$ 13,856</u>	<u>\$ 13,607</u>
Accumulated basis	\$ 18,715	
Less accumulated amortization	<u>(5,108)</u>	
	<u>\$ 13,607</u>	
Weighted-average remaining lease term in years	2.17	
Weighted-average discount rate	1.62%	

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 6 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at December 31, 2022 and 2021 are available for the following purposes:

	<u>2022</u>	<u>2021</u>
Grants restricted for use within the SSP Data system program	\$ -	\$ 70,501
Contributions restricted for supplies	<u>676</u>	<u>100,336</u>
Restricted net assets	<u>\$ 676</u>	<u>\$ 170,837</u>

NOTE 7 – RETIREMENT PLAN

In 2020, the Organization started a 401(k)-retirement plan. Eligible employees of the Organization may participate in the plan. The Organization matches up to 5% of eligible contributions from employees. Employer contributions are considered to be fully vested after five years of employment. For the years ended December 31, 2022 and 2021, total employer contributions were \$6,961 and \$7,747, respectively.

NOTE 8 – INFORMATION ABOUT LIQUIDITY

The Organization is supported by contributions. The Organization’s strategy is to structure its financial assets to be available to satisfy general operating expenses, current liabilities, and other obligations as they come due. The Organization also has a \$70,000 line of credit available.

The following represents financial assets available for cash needs for general expenditures within one year:

	<u>2022</u>	<u>2021</u>
Cash	\$ 10,719	\$ 130,242
Grants receivables	<u>252,503</u>	<u>115,502</u>
Total financial assets	263,222	245,744
Donor restrictions	<u>(676)</u>	<u>(170,837)</u>
Financial assets available for cash needs for general expenditures within one year	<u>\$ 262,546</u>	<u>\$ 74,907</u>

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

NOTE 9 – RELATED PARTY TRANSACTIONS

The Organization purchase prescriptions and other medicines from Dr. Vial and Bottle, owned by employees of the Organization, accounting to approximately \$16,710 and \$17,000 for the years ended December 31, 2022 and 2021, respectively. The spouse of the Executive Director is also in a management position.

SINGLE AUDIT SECTION

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2022

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal Assistance Listing</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Grant Award</u>	<u>Federal Expenditures</u>
U.S. Department of Human Services				
Passed through the Indiana State Department of Health:				
HIV Care Formula Grants	93.917	46853	1,801,320	\$ 451,124
Subtotal				<u>451,124</u>
Integrated HIV Prevention And Surveillance	93.940	31175	1,634,581	374,847
Subtotal				<u>374,847</u>
Total Federal Expenditures				<u>\$ 825,971</u>

See Notes to Schedule of Expenditures of Federal Awards

ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2022

Note 1 – Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Almost4Minds Logistics & Transportation, Inc. and is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2 – Summary of Significant Accounting Policies

Expenditures reported on the Schedule of Expenditures of Federal Awards are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

Note 3 – Indirect Cost Rate

Almost4Minds Logistics & Transportation, Inc. has elected not to use the 10% de minimis indirect cost rate under Uniform Guidance.

**ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2022**

Section II – Financial Statement Findings

There were no financial statement findings for the year ended December 31, 2021.

Section III – Federal Award Findings and Questioned Costs

There were no federal award findings for the year ended December 31, 2021.



INDUSTRY ESTABLISHED | FOCUSED ON QUALITY

**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
Almost4Minds Logistics & Transportation, Inc.
Indianapolis, Indiana

We have audited, 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, the financial statements of the Almost4Minds Logistics & Transportation, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, and the related statements activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon September 26, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Almost4Minds Logistics & Transportation, Inc.’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Almost4Minds Logistics & Transportation, 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 organization’s financial statements will not be prevented or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Almost4Minds Logistics & Transportation, 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.

Comer, Nowling And Associates, P.C.

Comer, Nowling And Associates, P.C.
Indianapolis, Indiana
September 26, 2023



INDUSTRY ESTABLISHED | FOCUSED ON QUALITY

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

To the Board of Directors
Almost4Minds Logistics & Transportation, Inc.
Bloomington, Indiana

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Almost4Minds Logistics & Transportation, Inc.'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 each of Almost4Minds Logistics & Transportation, Inc.'s major federal programs for the year ended December 31, 2022. Almost4Minds Logistics & Transportation, 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, Almost4Minds Logistics & Transportation, 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, 2022.

We have audited Almost4Minds Logistics & Transportation, Inc.'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Almost4Minds Logistics & Transportation, Inc.'s major federal programs for the year ended December 31, 2022. Almost4Minds Logistics & Transportation, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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 Almost4Minds Logistics & Transportation, 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 Almost4Minds Logistics & Transportation, Inc.'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 Almost4Minds Logistics & Transportation, 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 Almost4Minds Logistics & Transportation, Inc.'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 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 Almost4Minds Logistics & Transportation, 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, 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 Almost4Minds Logistics & Transportation, 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 Almost4Minds Logistics & Transportation, 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 Almost4Minds Logistics & Transportation, 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.

Report on Internal Control over Compliance

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

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

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

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

Comer, Nowling And Associates, P.C.

Comer, Nowling And Associates, P.C.

Indianapolis, Indiana

September 26, 2023

**ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED DECEMBER 31, 2022**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiencies identified? Yes No

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Significant deficiencies identified? Yes No

Type of auditor’s report issued: Unmodified

Any audit findings disclosed required to be reported in
 Accordance with 2 CFR section 200.516(a) Yes No

Program tested as major program:

FAL Number

Name of Federal Program or Cluster

93.917

HIV Care Formula Grant

Dollar threshold used to distinguish between type A and type B programs \$750,000

Auditee qualified as low-risk auditee? Yes No

**ALMOST4MINDS LOGISTICS & TRANSPORTATION, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2022**

Section II – Financial Statement Findings

There were no financial statement findings for the year ended December 31, 2022.

Section III – Federal Award Findings and Questioned Costs

There were no federal award findings for the year ended December 31, 2022.