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STATE BOARD OF ACCOUNTS
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July 9, 2020

Board of Directors
LifeSpan Resources, Inc.
33 State Street, P.O. Box 995
New Albany, IN 47151

We have reviewed the audit report of LifeSpan Resources, Inc., which was opined upon by Rodefer Moss & Co, PLLC, Independent Public Accountants, for the period July 1, 2018 to June 30, 2019. Per the *Independent Auditors' Report* the financial statements included in the report present fairly the financial condition of LifeSpan Resources, Inc. as of June 30, 2019 and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, Rodefer Moss & Co, PLLC 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 blue ink that reads "Paul D. Joyce".

Paul D. Joyce, CPA
State Examiner

LIFESPAN RESOURCES, INC.

Financial Statements and Supplementary Information

June 30, 2019 and 2018

LIFESPAN RESOURCES, INC.
Financial Statements and Supplementary Information
June 30, 2019 and 2018

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Independent Auditors' Report

To the Board of Directors
LifeSpan Resources, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of LifeSpan Resources, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2019, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of LifeSpan Resources, Inc. as of June 30, 2019, 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.

Report on Summarized Comparative Information

We have previously audited LifeSpan Resources, Inc.'s financial statements as of June 30, 2018, and we expressed an unmodified audit opinion on those audited financial statements in our report dated November 14, 2018. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2018 is consistent, in all material respects, with the audited financial statements from which it has been derived.

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 Title 2 U.S. *Code of Federal Regulations* (CFR) 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 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 November 26, 2019 on our consideration of LifeSpan Resources, 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 the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering LifeSpan Resources Inc.'s internal control over financial reporting and compliance.

Rodefer Moss & Co, PLLC

Rodefer Moss & Co, PLLC
New Albany, Indiana
November 26, 2019

LIFESPAN RESOURCES, INC.
 Statements of Financial Position
 June 30, 2019 and 2018

	<u>2019</u>	<u>2018</u>
ASSETS		
Cash	\$ 1,166,267	\$ 1,239,455
Petty cash	400	400
Investments	2,282,134	1,595,033
Endowment fund	7,088	-
Contract and grants receivable	1,100,401	499,881
Medicaid receivable, net of allowance	155,101	39,687
Prepaid postage	2,634	2,820
Property and equipment, net of accumulated depreciation	<u>301,078</u>	<u>163,134</u>
Total assets	<u>\$ 5,015,103</u>	<u>\$ 3,540,410</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 118,481	\$ 83,330
Payroll withholdings	-	308
Accrued expenses	<u>285,064</u>	<u>242,721</u>
Total liabilities	<u>403,545</u>	<u>326,359</u>
Net Assets		
With donor restrictions	72,143	75,856
Without donor restrictions	<u>4,539,415</u>	<u>3,138,195</u>
Total net assets	<u>4,611,558</u>	<u>3,214,051</u>
Total liabilities and net assets	<u>\$ 5,015,103</u>	<u>\$ 3,540,410</u>

LIFESPAN RESOURCES, INC.
Statement of Activities
Year Ended June 30, 2019

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
Revenue, Gains, and Other Support:			
Contract/program	\$ 6,184,113	\$ -	\$ 6,184,113
Grant	228,497	92,740	321,237
In-kind	263,004	-	263,004
Donations	158,516	524	159,040
Miscellaneous	110,562	-	110,562
Realized and unrealized gain on investments, net	16,291	-	16,291
	<u>6,960,983</u>	<u>93,264</u>	<u>7,054,247</u>
Net assets released from restrictions	<u>96,977</u>	<u>(96,977)</u>	<u>-</u>
Total revenues, gains, and other support	<u>7,057,960</u>	<u>(3,713)</u>	<u>7,054,247</u>
Expenses			
Program Services:			
Health Screening	19,909	-	19,909
Ombudsman	29,074	-	29,074
Legal Assistance	27,000	-	27,000
Services - Title IIIB	45,514	-	45,514
Information and Referral	2,502	-	2,502
Options Counseling - IIIB	34,015	-	34,015
Ombudsman - A.L.	10,315	-	10,315
Ombudsman - Title VII	10,315	-	10,315
Transportation - IIIB	398,209	-	398,209
Family Caregiver	172,381	-	172,381
Case Management - SSBG	177,797	-	177,797
Information - SSBG	19,268	-	19,268
Scott County Outreach	30	-	30
Case Management - IIIB	17,158	-	17,158
Case Management - PAS	2,450	-	2,450
Options Counseling - SSBG	101,229	-	101,229
Options Counseling - Choice	167,721	-	167,721
Case Management - Choice	252,164	-	252,164
Services - Choice	459,520	-	459,520
Congregate Meals	459,312	-	459,312
Home Delivered Meals	482,368	-	482,368
MFP-HUB	1,909	-	1,909
Anthem	2,329	-	2,329
SHIP - Medicare Improvement	2,855	-	2,855
Services - Medicaid	2,121,882	-	2,121,882
Waiver Intake	242,412	-	242,412
Total program service expenses	<u>5,259,638</u>	<u>-</u>	<u>5,259,638</u>

LIFESPAN RESOURCES, INC.
Statement of Activities (Continued)
Year Ended June 30, 2019

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
Expenses (Continued)			
Supporting Services:			
Fundraising	\$ 66,397	\$ -	\$ 66,397
Administration - Title III	127,221	-	127,221
Administration - SSBG	16,258	-	16,258
Administration - Choice	79,135	-	79,135
Nonfederal	<u>108,091</u>	<u>-</u>	<u>108,091</u>
Total supporting service expenses	<u>397,102</u>	<u>-</u>	<u>397,102</u>
Total expenses	<u>5,656,740</u>	<u>-</u>	<u>5,656,740</u>
Net change in net assets	1,401,220	(3,713)	1,397,507
Net assets at the beginning of the year	<u>3,138,195</u>	<u>75,856</u>	<u>3,214,051</u>
Net assets at the end of the year	<u>\$ 4,539,415</u>	<u>\$ 72,143</u>	<u>\$ 4,611,558</u>

LIFESPAN RESOURCES, INC.
Statement of Activities
Year Ended June 30, 2018

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
Revenue, Gains, and Other Support			
Contract/program	\$ 5,113,312	\$ -	\$ 5,113,312
Grant	42,784	75,489	118,273
In-kind	180,472	-	180,472
Donations	92,602	524	93,126
Miscellaneous	65,717	-	65,717
Realized and unrealized gain on investments, net	37,579	-	37,579
	<u>5,532,466</u>	<u>76,013</u>	<u>5,608,479</u>
Net assets released from restrictions	<u>61,586</u>	<u>(61,586)</u>	<u>-</u>
Total revenues, gains, and other support	<u>5,594,052</u>	<u>14,427</u>	<u>5,608,479</u>
Expenses			
Program Services:			
Health Screening	23,461	-	23,461
Ombudsman	25,207	-	25,207
Legal Assistance	26,922	-	26,922
Services - Title IIIB	58,208	-	58,208
Information and Referral	1,134	-	1,134
Options Counseling - IIIB	20,019	-	20,019
Ombudsman - A.L.	11,084	-	11,084
Ombudsman - Title VII	11,084	-	11,084
Transportation - IIIB	422,737	-	422,737
Family Caregiver	135,022	-	135,022
Case Management - SSBG	119,277	-	119,277
Information - SSBG	15,630	-	15,630
Scott County Outreach	5,629	-	5,629
Case Management - IIIB	20,261	-	20,261
Case Management - PAS	1,938	-	1,938
Services - SSBG	986	-	986
Options Counseling - SSBG	115,209	-	115,209
Options Counseling - Choice	27,294	-	27,294
Case Management - Choice	301,060	-	301,060
Services - Choice	558,445	-	558,445
Congregate Meals	434,181	-	434,181
Home Delivered Meals	512,413	-	512,413
MFP-HUB	1,950	-	1,950
Anthem	4,370	-	4,370
SHIP - Medicare Improvement	1,300	-	1,300
Services - Medicaid	1,735,173	-	1,735,173
Waiver Intake	294,720	-	294,720
Total program service expenses	<u>4,884,714</u>	<u>-</u>	<u>4,884,714</u>

LIFESPAN RESOURCES, INC.
Statement of Activities (Continued)
Year Ended June 30, 2018

	Without Donor Restrictions	With Donor Restrictions	Total
Expenses (Continued)			
Supporting Services			
Fundraising	\$ 28,377	\$ -	\$ 28,377
Administration - Title III	131,182	-	131,182
Administration - SSBG	32,551	-	32,551
Administration - Choice	77,730	-	77,730
Nonfederal	106,825	-	106,825
Total supporting service expenses	376,665	-	376,665
Total expenses	5,261,379	-	5,261,379
Net change in net assets	332,673	14,427	347,100
Net assets at the beginning of the year	2,805,522	61,429	2,866,951
Net assets at the end of the year	\$ 3,138,195	\$ 75,856	\$ 3,214,051

LIFESPAN RESOURCES, INC.
Statement of Functional Expenses
For the Year Ended June 30, 2019
(With Comparative Totals for 2018)

	Program Services						
	Health Screening	Ombudsman	Legal Assistance	Services - Title IIIB	Information and Referral	Options Counseling - IIIB	Ombudsman - A.L.
Salaries and wages	\$ 6,150	\$ 15,898	\$ -	\$ -	\$ 1,881	\$ 29,873	\$ 9,455
Employee benefits	1,889	5,540	-	-	160	19	-
Payroll taxes	472	1,225	-	-	140	2,211	738
Total salaries and related expenses	8,511	22,663	-	-	2,181	32,103	10,193
Audit	-	-	-	-	-	-	-
Professional fees	268	114	9,450	-	-	367	-
Contractual allowance	-	-	-	-	-	-	-
Office	684	373	-	-	24	251	-
Telephone	831	521	-	-	42	78	-
Postage	371	140	-	-	1	5	-
Rent	245	144	-	-	78	545	-
Utilities	115	84	-	-	-	-	-
Travel and transportation	374	389	-	-	6	121	122
Dues and subscriptions	1,354	323	-	-	36	53	-
Contract services	1,839	1,286	-	-	-	-	-
Repairs and maintenance	1,160	1,165	-	-	5	50	-
Service providers	-	-	-	45,514	-	-	-
Catered food	-	-	-	-	-	-	-
Insurance	457	277	-	-	123	418	-
Advertising	28	13	-	-	-	24	-
Computer	1,461	652	-	-	4	-	-
Expensed equipment	267	123	-	-	-	-	-
In-kind	-	-	17,550	-	-	-	-
Occupancy	1,751	722	-	-	1	-	-
Legal fees	106	42	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-
Other	87	43	-	-	1	-	-
Total expenses	<u>\$ 19,909</u>	<u>\$ 29,074</u>	<u>\$ 27,000</u>	<u>\$ 45,514</u>	<u>\$ 2,502</u>	<u>\$ 34,015</u>	<u>\$ 10,315</u>

See notes to financial statements.

LIFESPAN RESOURCES, INC.
Statement of Functional Expenses
For the Year Ended June 30, 2019
(With Comparative Totals for 2018)

	Program Services					
	Ombudsman - Title VII	Transportation - IIIB	Family Caregiver	Case Management - SSBG	Information - SSBG	Scott County - UW Outreach
Salaries and wages	\$ 9,455	\$ 221,782	\$ 30,857	\$ 113,966	\$ 14,000	\$ -
Employee benefits	-	31,291	28,739	35,558	1,331	-
Payroll taxes	738	17,021	1,834	8,139	1,438	-
Total salaries and related expenses	10,193	270,094	61,430	157,663	16,769	-
Audit	-	-	-	-	-	-
Professional fees	-	994	1,063	635	136	-
Contractual allowance	-	-	-	-	-	-
Office	-	2,686	1,484	1,285	230	-
Telephone	-	3,784	3,461	3,768	668	-
Postage	-	857	528	196	10	-
Rent	-	1,280	373	1,616	762	-
Utilities	-	975	-	803	-	-
Travel and transportation	122	780	1,124	1,686	182	-
Dues and subscriptions	-	2,452	2,331	1,027	78	30
Contract services	-	4,845	2,128	341	8	-
Repairs and maintenance	-	64,020	1,647	1,540	58	-
Service providers	-	-	25,161	-	-	-
Catered food	-	1	1	-	-	-
Insurance	-	12,947	1,762	1,223	256	-
Advertising	-	92	137	129	7	-
Computer	-	14,237	4,599	1,703	37	-
Expensed equipment	-	826	773	393	9	-
In-kind	-	10,518	57,159	-	-	-
Occupancy	-	5,485	5,606	2,297	52	-
Legal fees	-	298	350	214	4	-
Depreciation	-	-	-	-	-	-
Other	-	1,038	1,264	1,278	2	-
Total expenses	\$ 10,315	\$ 398,209	\$ 172,381	\$ 177,797	\$ 19,268	\$ 30

See notes to financial statements.

LIFESPAN RESOURCES, INC.
Statement of Functional Expenses
For the Year Ended June 30, 2019
(With Comparative Totals for 2018)

	Program Services				
	Case Management - IIB	Case Management - PAS	Options Counseling - SSBG	Options Counseling - Choice	Case Management - Choice
Salaries and wages	\$ 14,061	\$ 2,122	\$ 90,921	\$ 104,344	\$ 143,486
Employee benefits	1,243	-	1,554	16,662	45,393
Payroll taxes	1,064	159	8,260	7,499	9,611
Total salaries and related expenses	16,368	2,281	100,735	128,505	198,490
Audit	-	-	-	-	-
Professional fees	-	-	121	512	2,017
Contractual allowance	-	-	-	-	-
Office	143	4	25	4,377	2,798
Telephone	-	31	142	5,594	8,167
Postage	-	-	-	696	742
Rent	-	-	-	855	1,599
Utilities	-	-	-	790	1,290
Travel and transportation	647	134	80	2,733	4,534
Dues and subscriptions	-	-	94	1,022	3,620
Contract services	-	-	-	871	1,551
Repairs and maintenance	-	-	32	2,809	3,745
Service providers	-	-	-	-	-
Catered food	-	-	-	3	1
Insurance	-	-	-	2,370	2,572
Advertising	-	-	-	325	222
Computer	-	-	-	7,884	7,283
Expensed equipment	-	-	-	391	1,443
In-kind	-	-	-	-	-
Occupancy	-	-	-	6,483	9,805
Legal fees	-	-	-	177	703
Depreciation	-	-	-	-	-
Other	-	-	-	1,324	1,582
Total expenses	\$ 17,158	\$ 2,450	\$ 101,229	\$ 167,721	\$ 252,164

See notes to financial statements.

LIFESPAN RESOURCES, INC.
Statement of Functional Expenses
For the Year Ended June 30, 2019
(With Comparative Totals for 2018)

	Program Services					SHIP - Medicare Improvement
	Services - Choice	Congregate Meals	Home Delivered Meals	MFP-HUB	Anthem	
Salaries and wages	\$ -	\$ 97,682	\$ 47,418	\$ 1,652	\$ 1,607	\$ 2,236
Employee benefits	-	10,376	10,702	-	-	273
Payroll taxes	-	7,408	3,527	122	119	161
Total salaries and related expenses	-	115,466	61,647	1,774	1,726	2,670
Audit	-	-	-	-	-	-
Professional fees	-	385	116	-	-	6
Contractual allowance	-	-	-	-	-	-
Office	-	7,227	1,637	-	3	78
Telephone	-	5,351	2,640	30	27	15
Postage	-	1,220	546	-	-	-
Rent	-	1,704	1,239	-	-	-
Utilities	-	4,467	1,539	-	-	-
Travel and transportation	-	502	287	105	102	74
Dues and subscriptions	-	1,508	745	-	-	12
Contract services	-	3,896	3,691	-	-	-
Repairs and maintenance	-	7,109	6,054	-	-	-
Service providers	459,520	-	-	-	-	-
Catered food	-	231,698	337,845	-	71	-
Insurance	-	1,237	649	-	400	-
Advertising	-	65	28	-	-	-
Computer	-	2,895	1,356	-	-	-
Expensed equipment	-	626	343	-	-	-
In-kind	-	70,473	60,662	-	-	-
Occupancy	-	2,899	1,122	-	-	-
Legal fees	-	164	53	-	-	-
Depreciation	-	-	-	-	-	-
Other	-	420	169	-	-	-
Total expenses	<u>\$ 459,520</u>	<u>\$ 459,312</u>	<u>\$ 482,368</u>	<u>\$ 1,909</u>	<u>\$ 2,329</u>	<u>\$ 2,855</u>

See notes to financial statements.

LIFESPAN RESOURCES, INC.
Statement of Functional Expenses
For the Year Ended June 30, 2019
(With Comparative Totals for 2018)

	Program Services			Supporting Services		
	Services - Medicaid	Waiver Intake	Subtotal	Fundraising	Admin. - Title III	Admin. - SSBG
Salaries and wages	\$ 1,334,393	\$ 178,704	\$ 2,471,943	\$ 22,398	\$ 46,912	\$ 13,333
Employee benefits	242,397	3,231	436,358	5,951	10,856	931
Payroll taxes	99,191	13,349	184,426	1,509	3,476	976
Total salaries and related expenses	1,675,981	195,284	3,092,727	29,858	61,244	15,240
Audit	-	-	-	-	14,200	-
Professional fees	3,670	1,582	21,436	-	368	6
Contractual allowance	66,833	-	66,833	-	-	-
Office	13,575	1,731	38,615	1,485	685	21
Telephone	18,397	5,480	59,027	-	1,771	126
Postage	6,411	684	12,407	1,767	1,348	-
Rent	2,396	106	12,942	-	434	-
Utilities	3,056	-	13,119	-	39	-
Travel and transportation	37,937	9,417	61,458	196	322	33
Dues and subscriptions	8,491	3,463	26,639	50	1,073	16
Contract services	13,334	2,701	36,491	-	4,923	809
Repairs and maintenance	41,162	1,779	132,335	-	955	-
Service providers	3,448	-	533,643	-	-	-
Catered food	4	-	569,624	-	1	-
Insurance	26,744	1,707	53,142	-	652	-
Advertising	675	128	1,873	-	41	-
Computer	23,019	6,994	72,124	1,995	2,281	7
Expensed equipment	3,473	1,380	10,047	-	386	-
In-kind	-	-	216,362	12,998	33,644	-
Occupancy	19,784	8,981	64,988	-	2,586	-
Legal fees	1,073	587	3,771	-	146	-
Depreciation	-	-	-	-	-	-
Other	152,419	408	160,035	18,048	122	-
Total expenses	<u>\$ 2,121,882</u>	<u>\$ 242,412</u>	<u>\$ 5,259,638</u>	<u>\$ 66,397</u>	<u>\$ 127,221</u>	<u>\$ 16,258</u>

See notes to financial statements.

LIFESPAN RESOURCES, INC.
Statement of Functional Expenses
For the Year Ended June 30, 2019
(With Comparative Totals for 2018)

	Supporting Services			Total Program and Supporting Services 2019	2018 All Funds (Memorandum Only)
	Admin. - Choice	Nonfederal	Subtotal		
Salaries and wages	\$ 57,580	\$ -	\$ 140,223	\$ 2,612,166	\$ 2,404,671
Employee benefits	4,285	-	22,023	458,381	404,738
Payroll taxes	3,897	-	9,858	194,284	180,623
Total salaries and related expenses	65,762	-	172,104	3,264,831	2,990,032
Audit	-	-	14,200	14,200	13,900
Professional fees	321	478	1,173	22,609	20,799
Contractual allowance	-	-	-	66,833	85,470
Office	674	828	3,693	42,308	30,795
Telephone	1,703	1,152	4,752	63,779	46,483
Postage	314	814	4,243	16,650	11,476
Rent	33	266	733	13,675	13,234
Utilities	-	632	671	13,790	14,271
Travel and transportation	323	14,515	15,389	76,847	91,869
Dues and subscriptions	907	1,246	3,292	29,931	18,890
Contract services	2,520	3,379	11,631	48,122	37,243
Repairs and maintenance	487	472	1,914	134,249	106,229
Service providers	-	-	-	533,643	661,830
Catered food	-	1,183	1,184	570,808	590,028
Insurance	652	403	1,707	54,849	46,083
Advertising	45	19	105	1,978	2,123
Computer	2,308	2,253	8,844	80,968	55,026
Expensed equipment	303	246	935	10,982	1,751
In-kind	-	-	46,642	263,004	180,472
Occupancy	2,539	1,992	7,117	72,105	55,432
Legal fees	132	113	391	4,162	10,227
Depreciation	-	50,856	50,856	50,856	55,530
Other	112	27,244	45,526	205,561	122,186
Total expenses	<u>\$ 79,135</u>	<u>\$ 108,091</u>	<u>\$ 397,102</u>	<u>\$ 5,656,740</u>	<u>\$ 5,261,379</u>

See notes to financial statements.

LIFESPAN RESOURCES, INC.
Statements of Cash Flows
Years Ended June 30, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Cash Flows From Operating Activities		
Change in net assets	\$ 1,397,507	\$ 347,100
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation	50,856	55,530
(Gain) loss on sale of property and equipment	1,672	(4,000)
Investment income, net of investment fees	(76,899)	(48,316)
Realized and unrealized (gain) on investments	(16,291)	(37,579)
Decrease (increase) in assets:		
Contract and grants receivable	(600,520)	243,771
Medicaid receivable	(115,414)	(5,519)
Prepaid expenses	186	454
Increase (decrease) in liabilities:		
Accounts payable	35,151	(60,604)
Payroll withholdings	(308)	(800)
Accrued expenses	42,343	3,667
Net cash flows from operating activities	<u>718,283</u>	<u>493,704</u>
Cash Flows From Investing Activities		
Purchase of investments	(928,772)	-
Proceeds from sale of investments	327,773	2,796
Proceeds from sale of property and equipment	450	4,000
Purchases of property and equipment	(190,922)	-
Net cash flows (used by) from investing activities	<u>(791,471)</u>	<u>6,796</u>
Net change in cash and cash equivalents	(73,188)	500,500
Cash and cash equivalents at the beginning of the year	<u>1,239,855</u>	<u>739,355</u>
Cash and cash equivalents at the end of the year	<u>\$ 1,166,667</u>	<u>\$ 1,239,855</u>

LIFESPAN RESOURCES, INC.
Notes to Financial Statements
June 30, 2019 and 2018

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

Organization Activities - LifeSpan Resources, Inc. (the "Organization") is a designated Area Agency on Aging for Scott, Clark, Floyd, and Harrison counties in the State of Indiana. The Organization's mission statement is as follows: "Promoting independent living for people of all ages." The Organization provides a comprehensive network of services to persons age sixty and older, as well as providing services for persons of all ages with disabilities.

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.

Basis of Presentation - The Organization reports 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.

Cash and Cash Equivalents - Cash and cash equivalents consist of short-term, highly liquid investments which are readily convertible into cash within ninety (90) days of purchase.

Contract and Grants Receivable - Contract and grants receivable are reported at the amount management expects to collect on balances outstanding at year-end. Management closely monitors outstanding balances and deems all contract income and grants receivable to be fully collectible at year-end.

Medicaid Receivable - Medicaid receivable is stated at the amount management expects to collect from outstanding balances at year-end. The Organization provides for probable contractual allowance through an adjustment to revenue based on its assessment of the current status of individual accounts. The contractual allowance as of June 30, 2019 and 2018 was \$66,833 and \$85,469, respectively.

Net Assets Without Donor Restrictions - Net assets available for use in general operations and not subject to donor restrictions.

Net Assets With Donor Restrictions - Net assets subject to donor-imposed restrictions. The Organization's donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Property and Equipment - Property and equipment are stated at cost less accumulated depreciation. The costs of additions and betterments are capitalized and expenditures for repairs and maintenance are expensed in the period incurred. When items of property and equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included in income. Depreciation is provided over the estimated useful lives of the assets on the straight-line basis. The range of estimated useful lives for assets is 5-15 years. The Organization's policy is to expense assets costing \$5,000 or less.

Promises to Give - Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restriction expires in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Income Taxes - The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal or state income taxes is included in the accompanying financial statements. The Organization evaluates its uncertain tax positions in accordance with applicable standards. It has evaluated its tax positions, and believes that it has none that are uncertain. At the Statement of Financial Position date, the Organization's Form 990s for the years ending June 30, 2016 through 2019 remained subject to examination by the Internal Revenue Service.

LIFESPAN RESOURCES, INC.
Notes to Financial Statements (Continued)

NOTE 1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Contributed Services, Materials, Vehicles, and Facilities - Certain contributed materials are recorded as support and expensed at fair market value when determinable, otherwise at values indicated by the donor. Contributions of services are recognized in the financial statements if the services enhance or create nonfinancial assets or require specialized skills, are provided by individuals possessing those skills, or would typically need to be purchased if not provided by donation. Contributed facilities are recorded as support and expensed at fair market value. Contributed vehicles are capitalized at fair market value and depreciated over their estimated useful lives. For the years ended June 30, 2019 and 2018, the Organization received donated services, materials and facilities valued at \$263,004 and \$180,472 respectively.

Functional Allocation of Expenses - The Statement of Functional Expenses presents expenses by both natural and functional classification. Costs are allocated under their respective functional department based on a variety of factors, such as time analysis.

The June 30, 2019 Statement of Functional Expenses presents summarized comparative information from the prior year. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2018, from which the summarized information was derived.

Advertising - The Organization uses advertising for employee recruitment purposes and to promote various programs. The costs of advertising are expensed as incurred. For the years ending June 30, 2019 and 2018, advertising costs totaled \$1,978 and \$2,123, respectively.

Reclassifications - Certain items have been reclassified from 2018 to conform to the classification of 2019. Such reclassifications had no effect on the total statement of activities or statement of financial position as previously reported.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash on Deposit in Excess of Federal Deposit Insurance Limits - Financial instruments that potentially subject the Organization to concentrations of credit risk are primarily cash and cash equivalents, certificates of deposit, and contract, Medicaid, and grants receivable. Cash and cash equivalents are maintained at financial institutions and, at times, balances may exceed federally insured limits. The Organization has never experienced any losses related to these balances.

Change in Accounting Principle - On August 18, 2016 the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-14, Not-For-Profit Entities (Topic 958) – *Presentation of Financial Statements of Not-For-Profit Entities*. The update addresses the complexity and understandability of net asset classification and requires additional information about liquidity, availability of resources, expenses and investment return. The Organization has implemented ASU 2016-14 and adjusted the presentation in these financial statements accordingly. The ASU has been applied retrospectively to all periods presented.

Recent Accounting Pronouncements - The FASB issued the following accounting standards, which will be effective in subsequent years: 1) ASU No. 2014-09, *Revenue from Contracts with Customers*, effective for fiscal years beginning after December 15, 2018; 2) ASU No. 2016-18, *Statement of Cash Flows: Restricted Cash*, effective for years beginning after December 15, 2018; 3) ASU No. 2018-08, *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*, effective for fiscal years beginning after December 15, 2018; 4) ASU No. 2016-02, *Leases*, effective for fiscal years beginning after December 15, 2020; and 5) ASU No. 2016-13, *Financial Instruments-Credit Losses*, effective for fiscal years beginning after December 31, 2020.

The Organization is evaluating the impact of these standards on future financial statements.

LIFESPAN RESOURCES, INC.
Notes to Financial Statements (Continued)

NOTE 1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Date of Management's Review - Management has evaluated events and transactions occurring subsequent to the Statement of Financial Position date for items that should potentially be recognized or disclosed in these financial statements. The evaluation was conducted through the date of the report, which is the date these financial statements were available to be issued.

NOTE 2 - LIQUIDITY AND AVAILABILITY

Funds available for general expenditures as of June 30, 2019 include the following:

Funds available for general expenditures:	
Cash and cash equivalents	\$ 1,166,667
Investments	2,282,134
Contracts and grants receivable	1,100,401
Medicaid receivable, net of allowance	155,101
	<u>\$ 4,704,303</u>

The Organization is supported by contributions through various government programs. The revenue for these contracts are either cost reimbursement or rate based programs. The Organization has \$4,704,303 in cash, investments, and receivables available to be used within one year of the Statement of Financial Position date to meet cash needs for general expenditures.

NOTE 3 - FAIR VALUE MEASUREMENTS AND INVESTMENTS

The carrying amounts of the Organization's investments approximate fair value because of the short-term maturity of these instruments. These financial assets are measured at fair value on the financial statements using inputs from the three levels of the fair value hierarchy. A financial asset or liability classification within the hierarchy is determined based on the lowest level input that is significant to the fair value measurement. The three levels are as follows:

- Level 1 - Inputs are unadjusted quoted prices in active markets for identical assets or liabilities the Organization has the ability to access at the measurement date.
- Level 2 - Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability and inputs that are derived principally from or corroborated by observable market data by correlation or other means (market corroborated inputs).
- Level 3 - Unobservable inputs reflect the Organization's judgments about the assumptions market participants would use in pricing the asset or liability since limited market data exists. The Organization develops these inputs based on the best information available, including its own data.

Investments are valued at the closing price reported on the active market on which the individual securities are traded. There have been no changes in the methodologies used to value investments at June 30, 2019.

In accordance with the Fair Value Measurements Topic of the FASB Accounting Standards Codification, the following tables represent the Organization's fair value hierarchy for financial assets measured at fair value on a recurring basis as of June 30, 2019 and 2018. The tables also set forth the respective levels to which the fair value measurements are classified within the fair value hierarchy.

LIFESPAN RESOURCES, INC.
Notes to Financial Statements (Continued)

NOTE 3 - FAIR VALUE MEASUREMENTS AND INVESTMENTS (Continued)

	June 30, 2019			
	Level 1	Level 2	Level 3	Total
Mutual fund/debt investments	\$1,569,526	\$ -	\$ -	\$1,569,526
Equities	719,696	-	-	719,696
Total assets at fair value	<u>\$2,289,222</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$2,289,222</u>
	June 30, 2018			
	Level 1	Level 2	Level 3	Total
Mutual fund/debt investments	\$1,003,216	\$ -	\$ -	\$1,003,216
Equities	591,817	-	-	591,817
Total assets at fair value	<u>\$1,595,033</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$1,595,033</u>

The following table summarizes the Organization's investments and accumulated unrealized appreciation by investment class:

	June 30, 2019		
	Cost	Fair Value	Unrealized Appreciation
Mutual fund/debt investments	\$ 1,574,023	\$ 1,569,526	\$ (4,497)
Equities	607,135	719,696	112,561
Total investments	<u>\$ 2,181,158</u>	<u>\$ 2,289,222</u>	<u>\$ 108,064</u>
	June 30, 2018		
	Cost	Fair Value	Unrealized Appreciation
Mutual fund/debt investments	\$ 993,410	\$ 1,003,216	\$ 9,806
Equities	496,492	591,817	95,325
Total investments	<u>\$ 1,489,902</u>	<u>\$ 1,595,033</u>	<u>\$ 105,131</u>

LIFESPAN RESOURCES, INC.
Notes to Financial Statements (Continued)

NOTE 4 - CONTRACT AND GRANTS RECEIVABLE

Contract and grants receivable consist of the following:

	June 30,	
	2019	2018
Family and Social Services Administration	\$ 822,475	\$ 328,017
Other	232,626	124,308
United Way	45,300	47,556
Total contract and grants receivable	\$ 1,100,401	\$ 499,881

NOTE 5 - PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	June 30,	
	2019	2018
Furniture and fixtures	\$ 86,268	\$ 80,981
Vehicles	439,893	278,523
Leasehold improvements	9,095	-
Computer equipment	45,711	45,711
Total	580,967	405,215
Less accumulated depreciation	(279,889)	(242,081)
Property and equipment, net	\$ 301,078	\$ 163,134

NOTE 6 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were available for the following purposes:

	June 30,	
	2019	2018
United Way	\$ 45,300	\$ 47,556
CFSI Fund	7,088	-
IAAAA SMP	6,700	-
Culbertson Ladies Discretionary	5,200	-
Vino FY20	3,720	-
Bacala Community Funds	3,066	3,066
Angel Tree	524	524
Scott County UW Outreach	345	-
Pet Food Grant	200	-
Horseshoe Foundation	-	24,710
Total net assets with donor restricitions	\$ 72,143	\$ 75,856

LIFESPAN RESOURCES, INC.
Notes to Financial Statements (Continued)

NOTE 7 - OPERATING LEASES (LESSEE)

On November 1, 2008, the Organization entered into a lease agreement to lease office space located in the YMCA of Southern Indiana building located at 33 State Street, New Albany, Indiana. The lease is for ninety-nine (99) years ending November 1, 2107. Beginning July 1, 2009, the monthly rent, occupancy, and operating costs totaled \$4,858 per month. The occupancy costs will be reviewed on an annual basis and the monthly rent expense will be adjusted accordingly. For the year ending June 30, 2019, the monthly fixed amount totaled \$5,259. In addition, the Organization is responsible for a portion of the cleaning labor expense for the building. For the years ending June 30, 2019 and 2018, the Organization paid \$64,551 and \$55,432 in rent expense which is included in occupancy and operating costs.

On September 1, 2011, the Organization entered into an operating agreement with the City of Scottsburg for the use of donated space in the Bacala Building located at 69 East Wardell Street, Scottsburg, Indiana. The operating agreement is for ten (10) years ending August 31, 2021. Under the operating agreement, the Organization is not required to pay rent, but must provide a meal site and Aging and Disabilities Resource Center site for senior citizens. The Organization recognizes the donated value for the use of the space as in-kind revenue and in-kind expense.

During the year ended June 30, 2015, the Organization entered into a lease agreement with Better Quality Business, Inc. for two new equipment leases. Under the agreements, the Organization was to pay 60 payments of \$897 and \$476. During the years ended June 30, 2019 and 2018, the Organization paid \$13,675 and \$13,234, respectively, in rent expense in relation to these operating leases.

The following schedule represents estimated future minimum lease payments over the next five fiscal years based on the information provided at the date of this report:

Years ending June 30,	
2020	\$ 80,523
2021	75,279
2022	63,102
2023	63,102
2024	63,102
	<u>\$ 345,108</u>

NOTE 8 - RETIREMENT PLAN

The Organization maintains a 401(k) retirement plan that is available to all employees. For full-time employees, the Organization contributes either 3% of gross salaries or \$200 per month (for employees not participating in the health insurance program). For part-time employees, the Organization contributes \$35 per month for the 401(k) plan. Plan expense was \$110,389 and \$116,318 for the years ending June 30, 2019 and 2018, respectively.

NOTE 9 - SIGNIFICANT THIRD-PARTY REIMBURSEMENTS

The Organization receives significant fees from Medicaid and CHOICE programs for the services it provides to its clients. In the years ended June 30, 2019 and 2018, it received 44 percent and 34 percent from Medicaid and 16 percent and 20 percent from CHOICE of its revenue and support, respectively.

NOTE 10 - RELATED PARTY TRANSACTIONS

Board members contribute to the Organization through contributions.

LIFESPAN RESOURCES, INC.
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2019

Federal Grantor/Pass Through Grantor/ Program Title	Federal CFDA	Pass-Through Grantor's Number	Federal Award
Department of Health and Human Services			
Passed through State of Indiana Family and Social Services Administration			
Title VII - Ombudsman	93.042	22-16-2V-1651-04	\$ 9,590
Title IIID - Health Services	93.043	22-16-OV-1651-10	16,074
Title IIIA - Administration	93.044	22-16-OV-1651-02	93,340
Title IIIB - Support Services	93.044	22-16-OV-1651-04	266,329
Title IIIC1 - Congregate Meals	93.045	22-16-OV-1651-06	452,437
Title IIIE - Family Caregiver	93.052	22-16-OV-1651-12	105,219
Nutrition Services Incentive Program	93.053	22-16-02-1651-02	65,702
SSBG	93.667	22-16-OG-1651-02	374,045
PASRR	93.778	22-17-KM-1651-02	<u>5,526</u>
United States Department of Transportation (DOT)			
Financial Assistance Project Under Section 5310	20.513	Y17-22	<u>141,232</u>
Total			<u>\$ 1,529,494</u>

LIFESPAN RESOURCES, INC.
Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2019

NOTE A - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of Lifespan Resources, Inc. under programs of the federal government for the year ended June 30, 2019. The information in this Schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of LifeSpan Resources, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Organization.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and OMB Circular A-122, *Cost Principles for Non-profit Organizations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE C - INDIRECT COST RATE

Lifespan Resources, Inc. has elected not to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

- Certified Public Accountants
- Business Advisors

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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*

To the Board of Directors
LifeSpan Resources, 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 LifeSpan Resources, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2019, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 26, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered LifeSpan Resources, 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 LifeSpan Resources, 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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether LifeSpan Resources, Inc.'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 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.

Rodefer Moss & Co, PLLC

Rodefer Moss & Co, PLLC
New Albany, Indiana
November 26, 2019

- Certified Public Accountants
- Business Advisors

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Independent Auditors' Report on Compliance for Each Major Program and on
Internal Control Over Compliance required by the Uniform Guidance

To the Board of Directors
LifeSpan Resources, Inc.

Report on Compliance for Each Major Federal Program

We have audited LifeSpan Resources, 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 LifeSpan Resources, Inc.'s major federal programs for the year ended June 30, 2019. LifeSpan Resources, Inc.'s major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Lifespan Resources, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of LifeSpan Resources, Inc.'s compliance.

Opinion on Each Major Federal Program

In our opinion, LifeSpan Resources, 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 June 30, 2019.

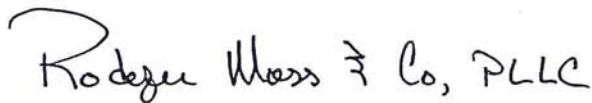
Report on Internal Control Over Compliance

Management of LifeSpan Resources, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered LifeSpan Resources, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of LifeSpan Resources, Inc.'s 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

A handwritten signature in black ink that reads "Rodefer Moss & Co, PLLC". The signature is written in a cursive, flowing style.

Rodefer Moss & Co, PLLC
New Albany, Indiana
November 26, 2019

LIFESPAN RESOURCES, INC.
Schedule of Findings and Questioned Costs
Year Ended June 30, 2019

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP: *unmodified*

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Significant deficiencies identified that are not considered to be material weaknesses? yes none reported

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

Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516 (a)? yes no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
93.667	Social Services Block Grant
Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	<u>X</u> yes <u> </u> no

Section II - Financial Statement Findings

None

Section III - Federal Award Findings and Questioned Costs

None