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AN EQUAL OPPORTUNITY EMPLOYER

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February 8, 2023

Board of Directors
One Community One Family, Inc.
920 County Line Rd, Suite C
Batesville, IN 47006

We have reviewed the audit report of One Community One Family, Inc., which was opined upon by RBSK Partners PC, Independent Public Accountants, for the period July 1, 2020 to June 30, 2021. Per the *Independent Auditor's Report* the financial statements included in the report present fairly the financial condition of One Community One Family, Inc. as of June 30, 2021 and the results of its operations for the period then ended, on the basis of accounting described in the report.

We call your attention to the findings included in the report on pages 29 and 30. Please see the Schedule of Findings and Questioned Costs for complete details related to the finding. Management's Corrective Action Plan appears on page 31.

In our opinion, RBSK Partners 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



Financial Statements

June 30, 2021 and 2020

One Community One Family, Inc.

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June 30, 2021 and 2020

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Independent Auditor's Report

Board of Directors
One Community One Family, Inc.
Batesville, Indiana

We have audited the accompanying financial statements of One Community One Family, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2021 and 2020 and the related statements of activities, functional expenses, and cash flows for the years 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 controls relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audit of the 2020 financial statements in accordance with auditing standards generally accepted in the United States of America. We conducted our audit of the 2021 financial statements 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 auditor's judgment, including the assessment of the risks of material misstatements 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 One Community One Family, Inc. as of June 30, 2021 and 2020, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of grant awards on pages 16-18 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 Matters

Other Information

Our audit for the year ended June 30, 2021 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 Requirement, Cost Principles, and Audit Requirement 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 January 7, 2022 on our consideration of One Community One Family, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of One Community One Family, 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 One Community One Family, Inc.'s internal control over financial reporting and compliance.

RBSK Partners PC

Greensburg, Indiana
January 7, 2022

One Community One Family, Inc.

Statements of Financial Position

June 30,

	2021	2020
Assets		
Current Assets:		
Cash in checking	\$ 271,947	\$ 179,556
Cash held by fiscal agent	---	4,844
Claims receivable	143,960	186,274
Prepaid insurance	2,760	2,807
Total current assets	<u>418,667</u>	<u>373,481</u>
Property and Equipment:		
Land	50,625	50,625
Buildings	89,625	84,375
Equipment	7,747	9,247
Less - accumulated depreciation	(9,654)	(6,364)
Property and equipment, net	<u>138,343</u>	<u>137,883</u>
Total Assets	<u>\$ 557,010</u>	<u>\$ 511,364</u>
Liabilities		
Current Liabilities:		
PPP Loan	\$ ---	\$ 50,600
Accounts payable	85,500	129,973
Payroll tax withholdings	---	3,525
Accrued payroll	5,426	3,722
Accrued payroll taxes	---	1,320
Total current liabilities	<u>90,926</u>	<u>189,140</u>
Net Assets		
Without donor restrictions	297,167	218,789
With donor restrictions	168,917	103,435
Total net assets	<u>466,084</u>	<u>322,224</u>
Total Liabilities and Net Assets	<u>\$ 557,010</u>	<u>\$ 511,364</u>

Notes to financial statements are an integral part of these statements

One Community One Family, Inc.

Statements of Activities

For the Year Ended June 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total 2021
Operating Revenues			
Government grants:			
Managed grants	\$ 4,937	\$ 22,063	\$ 27,000
Safety pin grant	---	353,444	353,444
ROSC	---	55,000	55,000
Mobile Response	624,677	---	624,677
Family Involvement	31,069	---	31,069
Building Communities of Recovery	213,948	---	213,948
Grants:			
County LCCs	---	10,460	10,460
Dearborn Community Foundation	---	---	---
Choices	---	---	---
United Way	1,945	12,640	14,585
Youth Move	---	---	---
Honda	8,600	---	8,600
Donations	8,061	---	8,061
Miscellaneous	80,383	---	80,383
Loss on disposition of assets	(600)	---	(600)
Net Assets Released from Restrictions	388,125	(388,125)	---
Total Operating Revenues	<u>1,361,145</u>	<u>65,482</u>	<u>1,426,627</u>
Operating Expenses			
Program Services:			
Total program services	1,182,089	---	1,182,089
Supporting Services:			
General and administrative	86,578	---	86,578
Fundraising	14,100	---	14,100
Total operating expenses	<u>1,282,767</u>	<u>---</u>	<u>1,282,767</u>
Change in Net Assets	78,378	65,482	143,860
Net Assets, Beginning of Year	<u>218,789</u>	<u>103,435</u>	<u>322,224</u>
Net Assets, Ending	<u>\$ 297,167</u>	<u>\$ 168,917</u>	<u>\$ 466,084</u>

Notes to financial statements are an integral part of these statements

One Community One Family, Inc.

Statements of Activities

For the Year Ended June 30, 2020

	Without Donor Restrictions	With Donor Restrictions	Total 2020
Operating Revenues			
Government grants:			
Managed grants	\$ 29,201	\$ 4,000	\$ 33,201
Safety pin grant	---	465,060	465,060
ROSC	---	75,000	75,000
Mobile Response	377,337	---	377,337
Family Involvement	30,929	---	30,929
Building Communities of Recovery	123,087	---	123,087
Grants:			
County LCCs	---	7,750	7,750
Dearborn Community Foundation	---	75,000	75,000
Choices	20,000	---	20,000
United Way	2,500	18,275	20,775
Youth Move	---	89	89
Honda	---	---	---
Donations	11,695	---	11,695
Miscellaneous	24,557	---	24,557
Loss on disposition of assets	(59)	---	(59)
Net Assets Released from Restrictions	621,223	(621,223)	---
	<u>1,240,470</u>	<u>23,951</u>	<u>1,264,421</u>
Operating Expenses			
Program Services:			
Total program services	1,063,588	---	1,063,588
Supporting Services:			
General and administrative	76,348	---	76,348
Fundraising	12,849	---	12,849
	<u>1,152,785</u>	<u>---</u>	<u>1,152,785</u>
Change in Net Assets	87,685	23,951	111,636
Net Assets, Beginning of Year	<u>131,104</u>	<u>79,484</u>	<u>210,588</u>
Net Assets, Ending	<u>\$ 218,789</u>	<u>\$ 103,435</u>	<u>\$ 322,224</u>

Notes to financial statements are an integral part of these statements

One Community One Family, Inc.

Statement of Functional Expenses

For the Year Ended June 30, 2021

Operating Expenses	Program Services	Administration	Fundraising	Total 2021
Salary and Wages	\$ 176,099	\$ 45,056	\$ 7,879	\$ 229,034
Payroll taxes	13,228	3,385	592	17,205
Insurance - Health and Dental	24,561	6,284	1,099	31,944
Insurance - Worker's Compensation	361	92	16	469
Retirement	4,533	1,160	203	5,896
Bank Service Charges	---	147	---	147
Building Expenses	11,494	12,932	4,311	28,737
Cell Phones	---	2,070	---	2,070
Conferences and Training - Host	---	---	---	---
Conferences and Training - Participant	2,285	---	---	2,285
Contractors/PRN Staff	62,187	3,680	---	65,867
Depreciation	---	3,715	---	3,715
Equipment Lease	---	---	---	---
Insurance - Directors and Officers	---	1,976	---	1,976
Insurance - General Property Liability	4,363	513	---	4,876
Insurance - Professional Liability	---	1,766	---	1,766
Insurance - Umbrella Liability	---	1,695	---	1,695
Mileage and Parking	2,206	---	---	2,206
Miscellaneous	15,000	600	---	15,600
Office Supplies	7,327	---	---	7,327
Printing and Promotion	704	---	---	704
Professional Services	15,739	1,507	---	17,246
Rent	10,180	---	---	10,180
Service Contracts	801,879	---	---	801,879
Stipends	1,350	---	---	1,350
Training and Event Supplies	28,593	---	---	28,593
Website	---	---	---	---
Total operating expenses	\$ 1,182,089	\$ 86,578	\$ 14,100	\$ 1,282,767

Notes to financial statements are an integral part of these statements

One Community One Family, Inc.

Statement of Functional Expenses

For the Year Ended June 30, 2020

Operating Expenses	Program Services	Administration	Fundraising	Total 2020
Salary and Wages	\$ 170,378	\$ 44,509	\$ 7,912	\$ 222,799
Payroll taxes	13,040	3,406	606	17,052
Insurance - Health and Dental	23,292	6,085	1,082	30,459
Insurance - Worker's Compensation	561	147	26	734
Retirement	4,513	1,179	210	5,902
Bank Service Charges	---	1,133	---	1,133
Building Expenses	8,935	9,044	3,013	20,992
Cell Phones	---	2,160	---	2,160
Conferences and Training - Host	---	---	---	---
Conferences and Training - Participant	2,988	261	---	3,249
Contractors/PRN Staff	45,496	---	---	45,496
Depreciation	2,743	1,134	---	3,877
Equipment Lease	---	---	---	---
Insurance - Directors and Officers	---	1,890	---	1,890
Insurance - General Property Liability	---	1,766	---	1,766
Insurance - Professional Liability	5,315	---	---	5,315
Insurance - Umbrella Liability	823	---	---	823
Mileage and Parking	8,242	---	---	8,242
Miscellaneous	600	2,100	---	2,700
Office Supplies	1,818	43	---	1,861
Printing and Promotion	9	---	---	9
Professional Services	16,382	1,491	---	17,873
Rent	10,180	---	---	10,180
Service Contracts	718,992	---	---	718,992
Stipends	6,000	---	---	6,000
Training and Event Supplies	23,281	---	---	23,281
Website	---	---	---	---
Total operating expenses	<u>\$ 1,063,588</u>	<u>\$ 76,348</u>	<u>\$ 12,849</u>	<u>\$ 1,152,785</u>

Notes to financial statements are an integral part of these statements

One Community One Family, Inc.

Statements of Cash Flows

For the Years Ended June 30,

	2021	2020
Cash Flows from Operating Activities		
Change in net assets	\$ 143,860	\$ 111,636
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation	3,715	3,877
Loss of disposition of asset	1,075	59
Gain on PPP loan forgiveness	(50,600)	---
Other changes that provided (used) cash:		
Cash held by fiscal agent	4,844	437
Claims receivable	42,314	(65,651)
Prepaid insurance	47	(922)
Accounts payable	(44,473)	(9,900)
Payroll tax withholdings	(8,369)	4,309
Accrued payroll	1,704	(3,139)
Accrued payroll taxes	(1,320)	99
Net cash provided by operating activities	<u>92,797</u>	<u>40,805</u>
Cash Flows from Investing Activities		
Purchase of property and equipment	<u>(5,250)</u>	<u>(5,367)</u>
Net cash used in investing activities	<u>(5,250)</u>	<u>(5,367)</u>
Cash Flows from Financing Activities		
Proceeds from PPP Loan	<u>---</u>	<u>50,600</u>
Net cash provided by financing activities	<u>---</u>	<u>50,600</u>
Net Increase in Cash and Cash Equivalents	87,547	86,038
Cash and Cash Equivalents at Beginning of Year	<u>184,400</u>	<u>98,362</u>
Cash and Cash Equivalents at End of Year	\$ 271,947	\$ 184,400
Total Cash Reconciliation		
Cash in checking	\$ 271,947	\$ 179,556
Cash held by fiscal agent	---	4,844
Total	<u>\$ 271,947</u>	<u>\$ 184,400</u>
Cash paid during the years ended June 30, for:		
Interest	\$ ---	\$ ---
Income Taxes	\$ ---	\$ ---

Notes to financial statements are an integral part of these statements

One Community One Family, Inc.

Notes to Financial Statements

June 30, 2021 and 2020

1. Summary of Significant Accounting Policies

The summary of significant accounting policies of One Community One Family, Inc. (the Organization) is presented to assist in understanding the Organization's financial statements. The financial statements and notes are representations of the Organization's management, who is responsible for their integrity and objectivity. These accounting policies conform to U.S. generally accepted accounting principles and have been consistently applied in the preparation of the financial statements.

Use of Estimates

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

The Organization

The Organization is southeastern Indiana's local system of care partnership and is a collaboration of mental health providers, child welfare, juvenile justice, education, families, youth, residential providers, foster parents, community coalitions, social service agencies and other child serving entities.

In order to reach the goal of a true system of care, the Organization works toward the following common goals:

- Using consumer advocacy to increase true family and youth involvement and empowerment.
- Improving inter-agency collaboration and care management for effectiveness and efficiency.
- Improving proactive and services of traditional and non-traditional providers through awareness, training and research with a focus on early childhood, transition age youth, trauma-informed and co-occurring substance abuse.
- Using outreach and education to improve services for all populations and cultures, including rural, Appalachian, Hispanic, and African American and deaf and hard of hearing communities.
- Ensuring quality evaluation and continuous quality improvement in order to truly improve systems and meet the goals of a system of care.

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.

Under these provisions, net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

One Community One Family, Inc.

Notes to Financial Statements *(Continued)*

June 30, 2021 and 2020

1. Summary of Significant Accounting Policies *(Continued)*

Basis of Presentation *(Continued)*

Net Assets without donor Restrictions – Net assets that are not subject to donor-imposed stipulations.

Net Assets with donor Restrictions – Net assets subject to donor-imposed stipulations that either expires by the passage of time or are fulfilled by the Organization. As the restrictions are met, the net assets are released from restrictions and included in net assets without restrictions.

Functional Expenses

Functional expenses have been allocated between Program Services and Supporting Services based on an analysis of personnel time and space utilized for the related activities.

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 unrestricted net assets if the restrictions expire in the fiscal 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.

Cash Equivalents

The Organization considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. The agency did not hold any cash equivalents on June 30, 2021 and 2020.

Receivables

The Organization recognizes pledges as public support in the year the pledge is made. Pledges and claims receivable are due from government and other significant funding sources.

Allowance for Doubtful Accounts

The Organization provides an allowance for doubtful receivables, if applicable, which is based on prior years' experience and an analysis of current accounts receivable.

One Community One Family, Inc.

Notes to Financial Statements *(Continued)*

June 30, 2021 and 2020

1. Summary of Significant Accounting Policies *(Continued)*

Property and Equipment

The Organization records purchases of land, building and equipment at cost, or if donated, at fair value at the date of the gift. The Organization follows the policy of providing depreciation on the straight-line method for financial reporting purposes over the estimated useful lives of the related assets as follows:

Asset	Years
Buildings	40
Equipment	3-7

Property and equipment with an item cost or donated value of \$500 or more and a useful life of one year or more are capitalized when acquired. It is not the Organization's policy to imply time restrictions expiring over the useful life of donated assets.

Donated Assets and Services

Donated use of facilities is recorded as contributions at the net present value of their estimated fair rental values at the date of donation. Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restriction regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time.

Donated services are recognized as contributions in accordance with generally accepted accounting principles, if the services (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Volunteers also donate their time and perform a variety of tasks throughout the year that assist the Organization with specific programs and various committee assignments that are not recognized as contributions in the financial statements since the criteria are not met.

Income Taxes

Income taxes are not provided for in the financial statements since the Organization is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and similar state provisions. The Organization is not classified as a private foundation.

Generally accepted accounting principles in the United States require the Organization to examine its' tax positions for uncertain positions. Management is not aware of any tax positions that are more likely than note to change in the next twelve months, or that would not sustain an examination by applicable taxing authorities.

One Community One Family, Inc.

Notes to Financial Statements *(Continued)*

June 30, 2021 and 2020

1. Summary of Significant Accounting Policies *(Continued)*

Income Taxes *(Continued)*

The Organization's policy is to recognize penalties and interest as incurred in its statement of activities as a component of operating expenses. There were no penalties or interest incurred during the year ended June 30, 2021 and 2020. The Organization's federal and various state income tax returns for 2017 through 2020 are subject to examination by the applicable tax authorities. This statute of limitations is generally for three years after the later of the original or extended due date.

Leases

Leases that meet certain criteria are classified as capital leases. Assets and liabilities associated with capital leases are recorded at amounts equal to the lesser of the present value of minimum lease payments or the fair value of the leased property at the beginning of the lease term. Leased assets are depreciated using the straight-line method over the related lease term or their economic lives. Interest expense related to lease liabilities is recorded to effect constant interest rates over the lease terms.

Leases not meeting such criteria are classified as operating leases with related rentals being charged against revenue as incurred.

Public Support

Contributions and grants, which include almost all the Agency's public support, are recognized as support when they are received or unconditionally promised. Grants and contracts are classified as contributions in instances in which a resource provider is not itself receiving commensurate value for the resources provided. Contributions are considered conditional when the agreement with the resource provider includes a barrier that must be overcome and either a right of return of assets transferred or right of release of a promisor's obligation to transfer assets exists. Conditional contributions are not recognized as revenue until the conditions are substantially met. Cash received prior to when conditions are substantially met are recognized as refundable advances.

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor restricted support is reported as an increase in net assets with donor restrictions. When a 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 Statement of Activities as net assets released from restrictions.

Going Concern Evaluation

Management evaluates whether there are conditions or events that raise substantial doubt about the Organization's ability to continue as a going concern for a period of one year from the date the financial statements are issued.

One Community One Family, Inc.

Notes to Financial Statements (Continued)

June 30, 2021 and 2020

1. Summary of Significant Accounting Policies (Continued)

Subsequent Events

The Organization has evaluated subsequent events through January 7, 2022, the date these financial statements were available to be issued.

Recent Accounting Pronouncement

Statements of Cash Flows (Topic 230)

In August 2016, the FASB issued ASU No. 2016-15, *Statements of Cash Flows: Classification of Certain Cash Receipts and Cash Payments* (a consensus of the Emerging Issues Task Force), new accounting guidance issued to add or clarify guidance on the classification of certain cash receipts and payments in the statements of cash flows. The new guidance was issued with the intent of reducing diversity in practice with respect to certain cash flow issues. This guidance became effective for fiscal years beginning after December 15, 2018.

Adoption of Topic 230 did not have any impact on the Organization's statement of cash flows.

Not-for-Profit Entities (Topic 958)

In June 2018, the FASB issued ASU No. 2018-08- Not-for-Profit Entities (Topic 958): *Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made*. The new guidance applies to all entities that receive or make contributions. This ASU includes specific criteria to consider when determining whether a contract or agreement should be accounted for as a contribution or as an exchange transaction. ASU No. 2018-08 also provides a framework to determine whether a contribution is conditional or unconditional, which may impact the timing of revenue recognition. Under the new guidance, if a transaction is considered an exchange transaction, it is accounted for under the applicable revenue recognition standards. The Organization adopted this standard prospectively for contributions received for the year ended June 30, 2020. The adoption of Topic 958 did not have a significant impact on the Agency's financial statements since substantially all revenues are from contributions.

Revenue from Contracts with Customers (Topic 606)

In May 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2014-09, *Revenue from Contracts with Customers (Topic 606)*. ASU No. 2014-09 provides guidance on revenue from contracts with customers, which implements a five-step process of how an entity should recognize revenue in order to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The new guidelines can be implemented using either of the following transition methods: (i) a full retrospective approach reflecting the application of the standard in each prior reporting period with the option to elect certain practical expedients or (ii) a modified retrospective approach with the cumulative effect of initially adopting ASU No. 2014-09 recognized at the date of adoption.

The Organization adopted this new standard as of July 1, 2019, using the modified retrospective approach. The adoption of Topic 606 did not have a significant impact on the Organization's revenue recognition, financial position, change in net assets or cash flows. Therefore, no cumulative effect adjustment to net assets as of July 1, 2019, was required upon adoption. Substantially all revenues are from contributions.

One Community One Family, Inc.

Notes to Financial Statements *(Continued)*

June 30, 2021 and 2020

2. Net Assets

Net assets with donor restrictions at June 30 are restricted for the following programs:

	2021	2020
Lilly Endowment	\$ 5,523	\$ ---
Youth Move Southeast	---	74
Project Aware	---	1,200
United Families Project	6,221	4,004
Mobile Response Project	164,218	20,981
ROSC and United Way	992	47,780
Community Foundations	---	29,396
	<u>\$ 176,954</u>	<u>\$ 103,435</u>

3. Retirement Plan

The Organization sponsors a Simple retirement plan for its employees. Employees are eligible to participate in the elective deferral portion of the plan on their first day of employment. The Organization matches the employee's contribution up to 3%. Total expense was \$5,895 and \$5,902 for 2021 and 2020 respectively.

4. Concentrations

The Organization receives substantial support from the federal, state, and local governments. A significant reduction in the level of this support, if it were to occur, may have an effect on the Organization's programs and activities. Claims for federally supported programs are filed and reimbursed on a monthly basis.

5. Operating Leases

In March 2018, the Organization moved to their current location and entered an operating lease for office space. The lease term is for 60 months at \$848 per month beginning March 2018. Expense for the years ended June 30, 2021 and 2020 totaled \$10,176 under this lease. As a part of the move, the Organization entered a lease on a Copier with a term of 12 months starting in January 2018 for \$184 per month and acquired a new copier lease with a 36-month term for \$111 per month starting in February 2019. The total expense under these leases were \$1,334 and \$1,334 for the years ended June 30, 2021 and 2020. Minimum lease payments required under the leases are as follows:

Year	Amount
June 30, 2021	\$10,955
June 30, 2022	\$6,784
June 30, 2023	\$--
June 30, 2024	\$--
June 30, 2025	\$--

6. Bank Line of Credit

The Organization received a line of credit in September 2020 for \$87,500 with Civista Bank that matures in September 2021 and was subsequently renewed for another year. Interest is payable monthly at a variable rate and was 4.25% at June 30, 2021. Borrowing against the credit line as of June 30, 2021 was \$0. The credit line is secured by land and building of the Organization.

One Community One Family, Inc.

Notes to Financial Statements

June 30, 2021 and 2020

7. Liquidity and Availability of Financial Assets

The Organization has \$415,907 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditure consisting of cash of \$271,947 and claims receivable of \$143,960. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date. The accounts receivable is subject to implied time restrictions but are expected to be collected within year. The Organization has a goal to maintain financial assets, which consist of cash and short-term receivables, on hand to meet 30 days of normal operating expenses, which are, on average, approximately \$80,000. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

8. Paycheck Protection Loan

In response to the coronavirus (COVID-19) outbreak in 2020, the U.S. Federal Government enacted the Coronavirus Aid, Relief, and Economic Security (CARES) Act that, among other economic stimulus measures, established the Paycheck Protection Program (PPP) to provide small business loans. These loans are forgivable if used for qualifying expenses.

In April 2020, the Organization obtained a PPP loan for \$50,600. The Organization has elected to account for the loan as debt under FASB ASC 470, *Debt*. The loan was forgiven during the current fiscal year as has been recognized as a gain on forgiveness on loan on the current statement of activities.

9. Economic Activity

The COVID-19 pandemic developed rapidly in 2020, with significant number of cases. Measures taken by various governments to contain the virus have affected economic activity and the Organization's business in various significant ways.

As a result of these effects, new sources of income have been sought out for the coming fiscal year. However, government funding remained constant. Management believes the Organization is taking appropriate actions to respond to the pandemic, however, the full impact is unknown and cannot be reasonably estimated at this time.

Supplemental Information

One Community One Family, Inc.

Schedule of Grant Awards

For the Year Ended June 30, 2021

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Grantor's Number	Revenue		
		Recognized/Expended	State / Local	Total
INDIANA STATE DEPARTMENT OF HEALTH Project Safety Pin	N/A	\$ ---	\$ 353,444	\$ 353,444
Total State Department of Health		<u>\$ ---</u>	<u>\$ 353,444</u>	<u>\$ 353,444</u>
Substance Abuse and Mental Health Services Administration Voice building communities of recovery		<u>\$ 205,611</u>	<u>\$ ---</u>	<u>\$ 205,611</u>
Total Substance Abuse and Mental Health Services Administration	Direct	<u>\$ 205,611</u>	<u>\$ ---</u>	<u>\$ 205,611</u>
Indiana Family and Social Services Administration Division of Mental Health and Addiction				
Aware	6H79SM080975-02M001	\$ 8,037	\$ ---	\$ 8,037
Family Involvement	6H79SM080975-02M001	31,069	---	31,069
Recovery Oriented System Care	N/A	---	55,000	55,000
Mobile Response	1H79TI1081689-1	<u>624,677</u>	<u>---</u>	<u>624,677</u>
Total Division of Mental Health and Addiction		<u>\$ 663,783</u>	<u>\$ 55,000</u>	<u>\$ 718,783</u>
Total Indiana County and Local Grants		<u>\$ ---</u>	<u>\$ 37,460</u>	<u>\$ 37,460</u>
Total All Awards		<u>\$ 869,394</u>	<u>\$ 445,904</u>	<u>\$ 1,315,298</u>

One Community One Family, Inc.

Schedule of Grant Awards

For the Year Ended June 30, 2020

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Grantor's Number	Revenue		
		Recognized/Expended		
		Federal	State / Local	Total
INDIANA STATE DEPARTMENT OF HEALTH Project Safety Pin	N/A	\$ ---	\$ 465,060	\$ 465,060
Total State Department of Health		\$ ---	\$ 465,060	\$ 465,060
Substance Abuse and Mental Health Services Administration Voice building communities of recovery	93.243	\$ 120,447	\$ ---	\$ 120,447
Total Substance Abuse and Mental Health Services Administration		\$ 120,447	\$ ---	\$ 120,447
Indiana Family and Social Services Administration Division of Mental Health and Addiction Aware	93.243	\$ 12,000	\$ ---	\$ 12,000
Family Involvement	93.958	30,929	---	\$ 30,929
Recovery Oriented System Care	N/A	---	75,000	\$ 75,000
Mobile Response	93.778	378,019	---	\$ 378,019
Total Indiana Family and Social Services Administration (1)		\$ 420,948	\$ 75,000	\$ 495,948
Total Indiana County and Local Grants		\$ ---	\$ 123,951	\$ 123,951
Total All Awards		\$ 541,395	\$ 664,011	\$ 1,205,406

**One Community One Family, Inc.
Schedule of Expenditures of Federal Awards**

June 30, 2021

One Community One Family, Inc.

Schedule of Expenditures of Federal Awards

June 30, 2021

Program Title	Federal CFDA Number	Pass-through Number	2021 Expenditures
U.S. Department of Health and Human Services (Passed through):			
Opioid STR*	93.788	1H79TI1081689-01	\$624,677
COVID-19 Substance Abuse and Mental Health Services Projects	93.243	Direct	213,648
Block Grant for Community Mental Health Services *	93.958	6H79SM080975-02M001	<u>31,069</u>
Total U.S. Department of Health and Human Services			<u>\$869,394</u>

* Indiana Family and Social Services Administration Division of Mental Health and Addiction pass-through

Notes to Schedule of Expenditures of Federal Awards

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal award activity of One Community One Family, Inc. under programs of the federal government for the year ended June 30, 2021. 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 One Community One Family, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of One Community One Family, Inc.

2. 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 Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. Pass Through

One Community One Family, Inc. does not pass-through any federal awards to sub-recipients.

4. Loans and Loan Guarantees

One Community One Family, Inc. did not have loans outstanding on June 30, 2021.

5. Indirect Cost Rate

One Community One Family, Inc. has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

One Community One Family, Inc.

**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***

June 30, 2021

To the Board of Directors of
One Community One Family, 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 One Community One Family, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, 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 January 7, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered One Community One Family, 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 One Community One Family, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of the One Community One Family, Inc.'s internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item **2021-001** to be a material weakness.

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items **2021-002** to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether One Community One Family, 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*.

We noted certain matters that we reported to management of One Community One Family, Inc. in a separate letter dated January 7, 2022.

One Community One Family, Inc.'s Responses to Findings

One Community One Family, Inc.'s response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. One Community One Family, Inc.'s response was not subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on it.

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.

RBSK Partners pc

Greensburg, Indiana
January 7, 2022

One Community One Family, Inc.

**Independent Auditor's Report on Compliance for Each Major
Federal Program and on Internal Control Over Compliance
Required by the Uniform Guidance**

June 30, 2021

To the Board of Directors of
One Community One Family, Inc.

Report on Compliance for Each Major Federal Program

We have audited One Community One Family, 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 One Community One Family, Inc.'s major federal programs for the year ended June 30, 2021. One Community One Family, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of One Community One Family, 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 One Community One Family, Inc.'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 One Community One Family, Inc.'s compliance.

Opinion on Each Major Federal Program

In our opinion, One Community One Family, 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, 2021.

Report on Internal Control Over Compliance

Management of One Community One Family, 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 One Community One Family, 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 One Community One Family, 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.

RBSK Partners PC

Greensburg, Indiana
January 7, 2022

**One Community One Family, Inc.
Schedule of Findings and Questioned Costs**

June 30, 2021

One Community One Family, Inc.

Schedule of Findings and Questioned Costs

For the Year Ended June 30, 2021

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 not considered to be material weaknesses?

yes none reported

Noncompliance material to financial statements noted?

yes no

Federal Awards

Compliance over major programs:

Noncompliance condition identified?

yes none reported

Direct and material effect?

yes no

Internal Control over major programs:

Material weakness(es) identified?

yes no

Significant deficiencies identified not considered to be material weaknesses?

yes none reported

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

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

yes no

Identification of major programs:

CFDA Number(s)

93.788

Name of Federal Program

Opioid STR

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

yes no

One Community One Family, Inc.

Schedule of Findings and Questioned Costs *(Continued)*

For the Year Ended June 30, 2021

Section II - Financial Statement Findings

Material Weaknesses:

2021-001 Journal Entries

Condition: Currently, journal entries posted to the general ledger by the organization's outsourced bookkeeping service are not approved by management. Journal entries should be categorized into recurring journal entries and nonrecurring journal entries, where authorization for recurring journal entries is established at the beginning of the year and documented.

Criteria: To ensure proper Internal Controls, the personnel member overseeing the procedure of entering and reviewing journal entries needs to ensure they are following the proper steps of recording significant events. All transactions and significant events need to be properly documented, supported, and readily available for examination.

Effect: Financial statement amounts may be misstated and/or not properly supported. This could lead to increased risks of fraud, violations of appropriation laws and mismanagement of funds.

Cause of Condition: Effective policies and procedures are not in place to ensure completeness of journal entries. Specifically, effective procedures are not in place to ensure that journal entries are properly prepared, supported, approved, and monitored.

Recommendation: The organization should develop a procedure that will strengthen controls over the journal entry review and approval process. Nonrecurring journal entries would require individual authorization by management. Supporting documentation for each entry should also be provided and reviewed. All journal entries should include a description to indicate what the journal entry was for.

Grantee Response/Corrective Action: Management and the Board of Directors will review the process and procedures for posting journal entries and design appropriate controls to mitigate the risks in this area.

Significant Deficiencies:

2021-002 Segregation of Duties

Condition: There is a lack of segregation of duties over the bookkeeping and bank reconciliation process. Due to limited number of personnel working in the office, the office staff shares responsibilities in this area. There are some compensating controls over bank reconciliations which mitigate the severity of this control deficiency.

Criteria: Personnel performing the bookkeeping and bank reconciliation process should be separate individuals. These tasks should not be performed by the same individual.

Effect: Not having segregation of the bookkeeping and bank reconciliation process allows for an individual to manipulate the bills and collection of monies.

One Community One Family, Inc.
Schedule of Findings and Questioned Costs (Continued)

For the Year Ended June 30, 2021

Section II - Financial Statement Findings (Continued)

Cause of Condition: The organization does not have enough individuals on staff that possess the qualifications and training necessary to segregate the duties of bookkeeping responsibilities.

Recommendation: The Executive Director should receive and review the unopened bank statement each month prior to giving it to the bookkeeper to prepare the bank reconciliation.

Grantee Response/Corrective Action: Management and the Board of Directors have reviewed the cost/benefit of segregating controls over the bookkeeping and bank reconciliation process. This would require an addition to the office staff and have determined that the cost cannot be justified. The utility will continue to maintain control over bookkeeping and bank reconciliations by having them reviewed and approved by the office manager.

Section III – Federal Award Findings and Questioned Costs

None.

Management Response:

Management's response is contained in a Corrective Action Plan document separate from this report.

One Community One Family, Inc.
920 County Line Rd Ste C
Batesville, IN 47006

CORRECTIVE ACTION PLAN

U.S. Department of Health and Human Services

One Community One Family, Inc. respectfully submits the following corrective action plan for the year ended June 30, 2021.

Name and address of independent public accounting firm: RBSK Partners, PC, 224 North Broadway, PO Box 200, Greensburg, IN 47240

Audit period: July 1, 2020 to June 30,2021

Contact person: Jodi Alexander, Executive Director

The findings from the June 30, 2021 Schedule of Findings and Questioned Costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule.

FINDINGS – FINANCIAL STATEMENT AUDIT

Finding 2021-001 Standard Journal Entries

Recommendation: Management should categorize journal entries into recurring journal entries and nonrecurring journal entries, where authorization for recurring journal entries is established at the beginning of the year and documented. Nonrecurring journal entries would require individual authorization by management. Supervisory personnel reviewing the journal entries should document the approval by initialing and dating the journal entries.

Action Taken: Management and the Board of Directors will review the process and procedures for posting journal entries and design appropriate controls to mitigate the risks in this area by June 30, 2022.

Finding 2021-002 Segregation of Duties

Recommendation: The Executive Director should receive and review the unopened bank statement each month prior to giving it to the bookkeeper to prepare the bank reconciliation.

Action Taken: Management and the Board of Directors will review the process and procedures for segregating duties and design appropriate controls to mitigate the risks in this area by June 30, 2022.

FINDINGS – FEDERAL AWARD PROGRAM AUDIT - None