



STATE OF INDIANA
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February 17, 2023

Board of Directors
A Better Way Services, Inc.
307 E. Charles St.
PO Box 734
Muncie, IN 47308

We have reviewed the audit report of A Better Way Services, Inc., which was opined upon by Kemper CPA Group, LLP, Independent Public Accountants, for the period July 1, 2021 to June 30, 2022. Per the *Independent Auditor's Report* the financial statements included in the report present fairly the financial condition of A Better Way Services, Inc. as of June 30, 2022 and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, Kemper CPA Group, LLP 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

A BETTER WAY SERVICES, INC.
INDEPENDENT AUDITOR'S REPORT
AND
FINANCIAL STATEMENTS
YEARS ENDED
JUNE 30, 2022 AND 2021

A BETTER WAY SERVICES, INC.

TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1-2
FINANCIAL STATEMENTS	
Statements of Financial Position	3
Statements of Activities	4
Statements of Functional Expenses	5
Statements of Cash Flows	6
NOTES TO FINANCIAL STATEMENTS	7-15
SUPPLEMENTARY INFORMATION	
Schedule of Expenditures of Federal Awards	16-17
Notes to Schedule of Expenditures of Federal Awards	18
Schedule of Expenditures of State and Local Awards	19
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 <i>GOVERNMENT AUDITING STANDARDS</i>	20-21
INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE	22-24
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	25



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
A Better Way Services, Inc.
Muncie, Indiana

Opinion

We have audited the accompanying financial statements of A Better Way Services, Inc. (a nonprofit corporation), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of A Better Way Services, Inc. as of June 30, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of A Better Way Services, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about A Better Way Services, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of A Better Way Services, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about A Better Way Services, Inc.'s ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 5, 2023, on our consideration of A Better Way Services, 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 A Better Way Services, 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 A Better Way Services, Inc.'s internal control over financial reporting and compliance.



Kemper CPA Group, LLP
Avon, Indiana
January 5, 2023

A BETTER WAY SERVICES, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2022 AND 2021

	2022	2021
ASSETS		
Cash	\$ 1,870,430	\$ 1,148,882
Grants receivable	403,248	376,768
Prepaid expenses	2,163	2,163
Note receivable	-	32,410
Property and equipment, net	1,633,108	1,064,665
Beneficial interest in assets held by Community Foundation	202,568	219,464
Total Assets	\$ 4,111,517	\$ 2,844,352
LIABILITIES		
Deposits	\$ 1,600	\$ 1,250
Accounts payable	8,345	9,677
Refundable advance	16,284	-
Accrued and withheld liabilities	223,644	144,162
Paycheck Protection Program loan	-	295,935
Total Liabilities	249,873	451,024
NET ASSETS		
With donor restrictions	175,000	-
Without donor restrictions	3,686,644	2,393,328
Total Net Assets	3,861,644	2,393,328
Total Liabilities and Net Assets	\$ 4,111,517	\$ 2,844,352

The accompanying notes are an integral part of the financial statements.

A BETTER WAY SERVICES, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>			<u>2021</u>		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Totals</u>	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Totals</u>
REVENUES						
Public support	\$ 512,349	\$ -	\$ 512,349	\$ 565,319	\$ -	\$ 565,319
Grants	2,453,343	175,000	2,628,343	1,988,311	-	1,988,311
Contract services - Lifeline Crisis Center	1,189,312	-	1,189,312	321,975	-	321,975
In-kind contribution	636,570	-	636,570	-	-	-
Gain on extinguishment of debt	88,945	-	88,945	-	-	-
Rental income	26,681	-	26,681	6,362	-	6,362
Investment income, net	(11,535)	-	(11,535)	55,058	-	55,058
Loss on sale of assets	-	-	-	(7,787)	-	(7,787)
Other	36,374	-	36,374	24,737	-	24,737
Total revenues	<u>4,932,039</u>	<u>175,000</u>	<u>5,107,039</u>	<u>2,953,975</u>	<u>-</u>	<u>2,953,975</u>
EXPENSES						
Program services	3,413,608	-	3,413,608	2,275,676	-	2,275,676
Supporting services						
Management and general	89,534	-	89,534	105,254	-	105,254
Fundraising	135,581	-	135,581	122,163	-	122,163
Total expenses	<u>3,638,723</u>	<u>-</u>	<u>3,638,723</u>	<u>2,503,093</u>	<u>-</u>	<u>2,503,093</u>
Change in net assets	1,293,316	175,000	1,468,316	450,882	-	450,882
NET ASSETS - beginning of year	<u>2,393,328</u>	<u>-</u>	<u>2,393,328</u>	<u>1,942,446</u>	<u>-</u>	<u>1,942,446</u>
NET ASSETS - end of year	<u>\$ 3,686,644</u>	<u>\$ 175,000</u>	<u>\$ 3,861,644</u>	<u>\$ 2,393,328</u>	<u>\$ -</u>	<u>\$ 2,393,328</u>

The accompanying notes are an integral part of the financial statements.

A BETTER WAY SERVICES, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>				<u>2021</u>			
	<u>Programs</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>	<u>Programs</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	\$ 1,971,767	\$ 36,619	\$ 89,048	\$ 2,097,434	\$ 1,465,252	\$ 47,433	\$ 78,536	\$ 1,591,221
Employee benefits	305,288	277	31,256	336,821	195,934	10,765	25,208	231,907
Payroll taxes	175,628	2,854	5,827	184,309	105,943	4,040	5,794	115,777
Professional fees	115,973	11,616	-	127,589	70,057	8,409	-	78,466
Supplies - general	80,962	1,700	-	82,662	49,267	549	-	49,816
Telephone	20,882	1,310	-	22,192	11,799	1,915	-	13,714
Postage	1,677	492	348	2,517	436	795	-	1,231
Client assistance - occupancy and other services	536,145	-	-	536,145	229,283	-	-	229,283
Equipment rental and maintenance	15,599	2,325	-	17,924	15,800	1,097	-	16,897
Conferences and training workshops supplies	10,040	1,555	26	11,621	1,511	20	1,171	2,702
Transportation	14,339	6,110	-	20,449	4,788	-	-	4,788
Membership dues	676	1,326	-	2,002	1,000	1,567	-	2,567
Insurance	52,682	15,529	3,606	71,817	36,002	13,895	2,170	52,067
Special events supplies	1,911	-	-	1,911	40	-	-	40
Food	15,276	-	-	15,276	5,748	-	344	6,092
Miscellaneous	<u>3,637</u>	<u>7,821</u>	<u>5,470</u>	<u>16,928</u>	<u>4,174</u>	<u>14,769</u>	<u>8,940</u>	<u>27,883</u>
Total expenses before depreciation	3,322,482	89,534	135,581	3,547,597	2,197,034	105,254	122,163	2,424,451
Depreciation	<u>91,126</u>	<u>-</u>	<u>-</u>	<u>91,126</u>	<u>78,642</u>	<u>-</u>	<u>-</u>	<u>78,642</u>
Total functional expenses	<u>\$ 3,413,608</u>	<u>\$ 89,534</u>	<u>\$ 135,581</u>	<u>\$ 3,638,723</u>	<u>\$ 2,275,676</u>	<u>\$ 105,254</u>	<u>\$ 122,163</u>	<u>\$ 2,503,093</u>

The accompanying notes are an integral part of the financial statements.

A BETTER WAY SERVICES, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 1,468,316	\$ 450,882
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	91,126	78,642
(Gain) loss on sale of assets	-	7,787
Gain on extinguishment of debt - PPP loan	(88,945)	-
Realized gain on beneficial interest in assets held by community foundation	(10,608)	(10,913)
Unrealized (gain) loss on beneficial interest in assets held by community foundation	27,504	(38,194)
(Increase) decrease in assets:		
Grants receivable	(26,480)	(109,389)
Increase (decrease) in liabilities:		
Deposits	350	450
Accounts payable	(1,332)	2,570
Refundable advance	16,284	-
Accrued and withheld liabilities	79,482	22,571
Net Cash Provided by Operating Activities	<u>1,555,697</u>	<u>404,406</u>
 CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(127,022)	(27,972)
Proceeds from sale of property and equipment	-	50
Assumption of note receivable from acquisition	-	41,410
Net change in beneficial interest in assets held held by community foundation	-	(50,994)
Acquisition of assets, net of cash acquired	(532,547)	-
Net Cash Used by Investing Activities	<u>(659,569)</u>	<u>(37,506)</u>
 CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds received on note receivable	32,410	24,082
Repayment of Paycheck Protection Program loan	(206,990)	-
Net Cash Provided (Used) by Financing Activities	<u>(174,580)</u>	<u>24,082</u>
 Net Increase in Cash	721,548	390,982
 CASH - Beginning of Year	<u>1,148,882</u>	<u>757,900</u>
 CASH - End of Year	<u>\$ 1,870,430</u>	<u>\$ 1,148,882</u>

The accompanying notes are an integral part of the financial statements.

A BETTER WAY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
AS OF JUNE 30, 2022 AND 2021

Note 1 – NATURE OF OPERATIONS

Nature of Activities – A Better Way Services, Inc. (A Better Way) brings peace to homes, strength to individuals and families, and positive impact to the community, through prevention and crisis intervention. Services provided by A Better Way’s programs support persons in crisis, including domestic violence, sexual assault, suicidal thoughts, as well as at-risk youth. Financial support for these services consists primarily of grants and donations from private and public organizations and individuals and contract service revenue for participation as a Lifeline Crisis Chatline Center.

Family Services of Delaware County Building Corporation (Building Corporation) was organized in 1991 for the exclusive purpose of holding title to property for use by A Better Way Services, Inc. Subsequently, the holding of titles to property was split between A Better Way and the Building Corporation. All titles related to land, building and improvements to the existing structures were continued to be held by the Building Corporation until December 31, 2020. All titles related to the addition of the Passage Way building, improvements, furniture and fixtures are held by A Better Way. On December 31, 2020, A Better Way acquired the Building Corporation for ease of operations and funding opportunities. Accordingly, the results of operations for the Building Corporation have been included in the accompanying financial statements from that date forward. Recognized amounts of assets acquired at fair value consisted of property and equipment of \$224,608 and a note receivable balance of \$41,410. No consideration was given for the acquisition which resulted in the acquisition being accounted for as an in-kind contribution. Accordingly, A Better Way recognized a gain of \$266,018, which is included in in-kind contribution and net assets on the statement of activities for the year ended June 30, 2021. These entities are now reported as A Better Way Services, Inc. and hereinafter are referred to as “A Better Way.”

On October 1, 2021, A Better Way acquired Genesis of Richmond, Inc. (a not-for-profit Corporation). Accordingly, the results of operations for the Genesis of Richmond, Inc. have been included in the accompanying financial statements from that date forward. Recognized amounts of assets acquired at fair value consisted of property and equipment of \$532,547 and a cash balance of \$104,023. No consideration was given for the acquisition which resulted in the acquisition being accounted for as an in-kind contribution. Accordingly, A Better Way recognized a gain of \$636,570, which is included in in-kind contribution on the statement of activities for the year ended June 30, 2022. These entities are now reported as A Better Way Services, Inc. and hereinafter are referred to as “A Better Way.”

Note 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting – The financial statements of A Better Way are prepared using the accrual basis of accounting whereby revenues are recorded when performance obligations are satisfied and expenses are recorded when incurred.

Basis of Presentation – A Better Way reports its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of A Better Way, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

A BETTER WAY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
AS OF JUNE 30, 2022 AND 2021

Note 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by the donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature, such as those that are restricted by a donor that the resources be maintained in perpetuity.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restriction to net assets without donor restrictions.

Grants Receivable – Grants receivable represent consideration from state and local government agencies, of which A Better Way has an unconditional right to receive. Grants receivable are stated at the amount management expects to be collected from the outstanding balance. As of June 30, 2022 and 2021, management has determined, based on historical experience, that all amounts are fully collectible and no allowance for doubtful accounts is necessary.

Property and Equipment – A Better Way records property and equipment additions over \$1,000 at cost, or if donated, at fair value on the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets ranging from five to forty years. When the assets are sold or otherwise disposed of, the cost and related depreciation are removed from the accounts, and any resulting gain or loss is included in the statements of activities. Costs of maintenance and repairs that do not improve or extend the useful lives of the respective assets are expensed currently.

Beneficial Interest in Assets Held by Community Foundation – A Better Way established an endowment fund with the Community Foundation of Muncie and Delaware County, Inc. (the Community Foundation) and named A Better Way as beneficiary. A Better Way granted variance power to the Community Foundation, which allows the Community Foundation to modify any condition or restriction on its distributions for any specified charitable purpose or to any specified organization if, in the sole judgment of the Community Foundation's Board of Directors, such restrictions or condition becomes unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community. The fund is held and invested by the Community Foundation for A Better Way's benefit and is reported at fair value in the statements of financial position, with distributions and changes in fair value recognized in the statements of activities.

Refundable Advance - A Better Way records cash received in advance for events that have not taken place and right to demand return if stipulations are not met as a refundable advance.

Revenue and Revenue Recognition – Revenue is recognized when earned to the applicable period in which the related services are performed, or expenditures are incurred. Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.

Revenues from exchange transactions are recorded in accordance with Accounting Standards Update (ASU) No. 2018-08 *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made* and ASU 2014-09 *Revenue from Contracts with Customers* and all subsequent amendments to ASU 2014-09 (collectively, "ASC 606"), as described in Note 3 – Revenue Recognition.

A BETTER WAY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
AS OF JUNE 30, 2022 AND 2021

Note 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Paycheck Protection Program (PPP) Loan – A Better Way is accounting for the PPP loan as debt in accordance with FASB ACS 470. Upon partial or total forgiveness of the loan and legal release of the obligation to pay, the liability will be reduced and a gain on extinguishment will be recognized. See Note 15 for disclosure of repayment terms for any unforgiven portion of the loan.

Donated Services and In-Kind Contributions – Volunteers contribute significant amounts of time to A Better Way’s program services, administration, and fundraising activities; however, the financial statements do not reflect the value of these contributed services because they do not meet the recognition criteria prescribed by generally accepted accounting principles. See Note 11 for additional detail on donated services. Donated materials and equipment are reflected as contributions in the accompanying financial statements at their estimated fair market value when received.

Functional Allocation of Expenses – The cost of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Categories of expenses that are attributable to one or more programs or supporting functions of A Better Way have been allocated based on time and usage by personnel and programs. The most significant allocations are salaries and employee benefits, which were allocated based upon estimates of time spent by personnel. Although the method is appropriate, other methods may have provided different results.

Income Taxes – A Better Way Services, Inc. is organized as an Indiana not-for-profit corporation under Section 501(c)(3) of the United States Internal Revenue Code. The exemption is on all income except unrelated business income as noted under Section 511 of the Internal Revenue Code. Internal Revenue Code Section 513(a) defines an unrelated trade or business of an exempt organization as any trade or business, which is not substantially related to the exercise or performance of its exempt purpose. As such, A Better Way is generally exempt from income taxes. However, A Better Way is required to file Federal Form 990 – Return of Organization Exempt from Income Tax, which is an informational return only.

A Better Way filed its federal and state income tax returns for the periods through June 30, 2021. These income tax returns are generally open to examination by the relevant taxing authorities for a period of three years from the later of the date the return was filed or its due date (including approved extensions).

The Building Corporation was organized as an Indiana not-for-profit organization and has been recognized by the IRS as exempt from federal income taxes under IRC Section 501(a) as organizations described in IRC Section 501(c)(2) and have been determined not to be a private foundation under IRC Section 509(a)(2). A final tax-exempt return was filed as of June 30, 2021.

Genesis of Richmond was organized as an Indiana not-for-profit organization and has been recognized by the IRS as exempt from federal income taxes under IRC Section 501(a) as organizations described in IRC Section 501(c)(3) and have been determined not to be a private foundation under IRC Section 509(a)(2). A final tax-exempt return was filed as of September 30, 2021.

A BETTER WAY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
AS OF JUNE 30, 2022 AND 2021

Note 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Estimates – Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. On an ongoing basis, management evaluates the estimates and assumptions based on new information. Management believes that the estimates and assumptions are reasonable in the circumstances; however, actual results could differ from those estimates.

Financial Instruments and Credit Risk – A Better Way manages deposit concentration risk by placing cash with financial institutions believed to be creditworthy. At times, amounts on deposit may exceed insured limits. To date, there have been no losses in any of these accounts. Credit risk associated with grants receivable are considered to be limited due to high historical collection rates and because all outstanding amounts are due from governmental agencies.

Subsequent Events - Management has evaluated subsequent events and transactions that occurred after the balance sheet date up to January 5, 2023, the date that the financial statements were issued.

Note 3 – REVENUE RECOGNITION

Revenue Recognition Standard – Effective July 1, 2020, A Better Way adopted Accounting Standards Update (ASU) No. 2014-09 Revenue from Contracts with Customers (*Topic 606*). ASU 2014-09 replaced previous revenue recognition guidance under accounting principles generally accepted in the United States of America and requires expanded disclosures relating to the nature, amount, timing, and uncertainty of revenue and cash flows arising from contracts with customers.

Revenue Recognition Policy – A Better Way’s revenues fall within the scope of ASC 606 include:

A Better Way contracts services under a network agreement with Mental Health Association of New York City, Inc. c/b/a Vibrant Emotional Health (Vibrant). In this agreement, A Better Way participates as a Lifeline Chat Care Center to assist individuals in emotional distress or suicide crisis. Performance obligations are defined in the network agreement as operating the crisis line for an agreed upon number of hours per week and assuring a determined minimum number of calls per month. A Better Way is required to provide monthly data for activity and revenue is recognized when billed to Vibrant as services are provided on a monthly basis.

Rental income is collected from tenants over the period of their rental agreement. Rental income is recorded over the life of the agreement and recognized monthly.

Performance Obligations – Performance obligations pertaining to program services fees are defined by management as individual services and assistance is rendered to clients.

A BETTER WAY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
AS OF JUNE 30, 2022 AND 2021

Note 3 – REVENUE RECOGNITION (Continued)

Revenue Recognition Policy – A Better Way’s revenues consisting of grant contributions of ASC 958 include:

A Better Way earns revenue through the general program services they provide, which include services that assist primary and secondary victims of crime to stabilize their lives after victimization. These services include assistance with shelter, advocacy services for victims, emotional support, and other program services to meet the physical and emotional needs of victims. Revenues are recognized at a point in time when services are rendered and assistance is provided.

A portion of A Better Way’s revenue is derived from cost-reimbursable federal and state grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue over the life of the grant agreement when A Better Way has incurred expenditures in compliance with specific contract or grant provisions.

Amounts received are recognized as revenue when A Better Way has incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statements of financial position. A Better Way did not have any refundable advances related to qualifying expenditures as of June 30, 2022 and 2021. A Better Way did recognize receivables from these programs of \$267,379 as of July 1, 2020, and \$403,248 and \$376,768 as of June 30, 2022 and 2021, respectively, which are included in grant receivables on the statement of financial position.

Note 4 – LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following:

	<u>2022</u>	<u>2021</u>
Financial assets at year-end		
Cash	\$ 1,870,430	\$ 1,148,882
Grants receivable	403,248	376,768
Notes receivable	-	32,410
Beneficial interest in assets held by community foundation	202,568	219,464
Less those unavailable for general expenditure within one year, due to:		
American Rescue Plan funding	(175,000)	-
Distributions from beneficial interest in assets held by community foundation due in more than one year	(123,893)	(152,142)
	<u>\$ 2,177,353</u>	<u>\$ 1,625,382</u>

A BETTER WAY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
AS OF JUNE 30, 2022 AND 2021

Note 5 – FAIR VALUE MEASUREMENTS

A Better Way reports certain assets at fair value in the financial statements. Fair value is the price that would be received to sell an asset in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity’s own assumptions about the assumptions market participants would use in pricing the assets based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities at the measurement date.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets in markets that are not active, inputs other than quoted prices that are observable for the asset, and market-corroborated inputs.

Level 3 – Unobservable inputs for the asset. In these situations, inputs are developed using the best information available in the circumstances.

The fair value of the beneficial interest in assets held by the Community Foundation is based on the fair value of fund investments are reported by the Community Foundation. These are considered to be Level 3 measurements.

The following table presents assets measured at fair value on a recurring basis at June 30, 2022 and 2021:

	Significant Unobservable Inputs (Level 3)
June 30, 2022	
Beneficial interest in assets held by Community Foundation	\$ 202,568
June 30, 2021	
Beneficial interest in assets held by Community Foundation	\$ 219,464

A BETTER WAY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
AS OF JUNE 30, 2022 AND 2021

Note 5 – FAIR VALUE MEASUREMENTS (Continued)

The following is a reconciliation of the beginning and ending balance of assets measured on a recurring basis using significant unobservable inputs (Level 3) for the years ended June 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Beginning balance	\$ 219,464	\$ 168,470
Interest and dividends	3,220	4,179
Realized gains	10,608	10,913
Unrealized gain (loss)	(28,185)	38,194
Investment expenses	(2,539)	(2,292)
Ending balance	<u>\$ 202,568</u>	<u>\$ 219,464</u>

Note 6 – NOTE RECEIVABLE

In 2018, the Building Corporation entered into an installment agreement on real estate for \$85,000. Per the terms of the agreement, the buyer was required to pay \$10,000 at the time of the purchase and \$75,000 in forty-eight monthly installments of a minimum of \$1,000 per month with a balloon payment for the final payment. The balance is stated at the unpaid principal balance plus interest, which is accrued at an annual rate of 6%. Upon A Better Way's acquisition of the Building Corp. on 12/31/20, the remaining balance of \$41,410 was transferred to A Better Way. On March 8, 2022, per agreement the balloon payment was fulfilled and the note was paid in full by the purchaser.

Note 7 – PROPERTY AND EQUIPMENT

	<u>2022</u>	<u>2021</u>
Buildings	\$ 3,423,217	\$ 2,096,084
Vehicles	89,964	50,804
Equipment	147,063	96,818
Furniture and fixtures	74,205	13,368
Land	100,189	44,000
Less accumulated depreciation	(2,201,530)	(1,236,409)
	<u>\$ 1,633,108</u>	<u>\$ 1,064,665</u>

Depreciation expense for the years ended June 30, 2022 and 2021 was \$91,126 and \$78,642, respectively.

Note 8 – BENEFICIAL INTEREST IN ASSETS HELD BY COMMUNITY FOUNDATION

An endowment fund is deposited with the Community Foundation to benefit A Better Way Programs. Distributions available to A Better Way programs are based on the spending policy of the Community Foundation. Under this policy, a percentage of historical market value of the investments of the fund are allocated annually for distributions and grants used for the support of the charitable or educational purposes of A Better Way. Any investment earnings are invested back into the respective accounts. There were no additional transfers or distributions made for the years ended June 30, 2022 and 2021. At June 30, 2022 and 2021, \$78,678 and \$67,322, respectively, of spendable funds were available for withdrawal.

**A BETTER WAY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
AS OF JUNE 30, 2022 AND 2021**

Note 9 – ENDOWMENT ACCOUNT

A Better Way is the beneficiary of an endowment account established with the Community Foundation. Funds from this endowment are made available to A Better Way as allocated by the Community Foundation. The balance in this account at June 30, 2022 was \$88,249 with an available spending balance of \$23,289. The balance in this account at June 30, 2021 was \$94,294 with an available spending balance of \$18,516. There were no distributions received from this fund for the years ended June 30, 2022 and 2021. Because the Community Foundation has variance power of this endowment, the asset is not included on the statement of financial position.

Note 10 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes.

	<u>2022</u>	<u>2021</u>
American Rescue Plan Funding – Program salaries	<u>\$ 175,000</u>	<u>\$ -</u>

Note 11 – DONATED SERVICES

A Better Way receives a significant amount of donated services from unpaid volunteers who provide various assistance to A Better Way programs. No amounts have been recognized in the statements of activities because these services do not meet the criteria for recognition as contributed services. The total value of services received has been calculated by management using an estimated hourly rate. The 3,997 total volunteer hours received for the year ended June 30, 2022 has an estimated fair value of \$57,953. The 6,567 total volunteer hours received for the year ended June 30, 2021 has an estimated fair value of \$91,931. The hours and estimated fair values of services presented are unaudited amounts provided by management.

Note 12 – DEFINED CONTRIBUTION PLAN

A Better Way maintains a 403(b) defined-contribution plan for substantially all full-time employees of A Better Way Services, Inc. The basic plan requires an employer contribution equal to 6% of participating employees' compensation. Total expense for the years ended June 30, 2022 and 2021 amounted to \$74,592 and \$43,936, respectively.

Note 13 – COMMITMENTS AND CONTINGENCIES

A Better Way has received state and federal funds for specific purposes that are subject to review and audit by the grantor agencies. Such audits could generate expenditure disallowances under terms of the grants that could require material reimbursement.

Note 14 – EXISTENCE OF CONCENTRATION AND CREDIT RISK

A Better Way receives support from federal and state funded grants. In the event that this support was to be eliminated, it is likely that A Better Way would need to reduce its current operations.

A BETTER WAY SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
AS OF JUNE 30, 2022 AND 2021

NOTE 15 – PAYCHECK PROTECTION PROGRAM LOAN

On April 14, 2020, A Better Way Services, Inc. qualified for and received a loan pursuant to the Paycheck Protection Program, a program implemented by the U.S. Small Business Administration under the Coronavirus Aid, Relief, and Economic Security Act, from First Merchants Bank, for an aggregate principal amount of \$295,935. The Paycheck Protection Program loan bears interest at a fixed rate of 1.0% per annum, with the first six months of interest deferred, has a term of two years, and is unsecured and guaranteed by the U.S. Small Business Administration.

The principal amount of the Paycheck Protection Program loan is subject to forgiveness under the Paycheck Protection Program upon A Better Way Services, Inc.'s request to the extent that the loan proceeds are used to pay expenses permitted by the Paycheck Protection Program, including payroll costs, covered rent and mortgage obligations, and covered utility payments incurred by A Better Way Services, Inc. To the extent that all or part of the loan is not forgiven, A Better Way Services, Inc. is required to pay interest on the Paycheck Protection Program loan at a rate of 1.0% per annum, and commencing in November, 2020 principal and interest payments will be required through the maturity date in April, 2022. The terms of the Paycheck Protection Program loan provide for customary events of default including, among other things, payment defaults, breach of representations and warranties, and insolvency events. The Paycheck Protection Program loan may be accelerated upon the occurrence of an event of default.

On November 29, 2021, A Better Way received partial forgiveness of their principal balance and accrued interest on the Paycheck Protection Program loan of \$88,945. The remaining balance of \$206,990 with accrued interest of \$4,628 was paid back in full.

SUPPLEMENTARY INFORMATION

A BETTER WAY SERVICES, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Grant Identification #	Passed through to subrecipients	Federal Expenditures
Major Program:				
United States Department of Justice				
Passed-through Indiana Criminal Justice Institute				
Crime Victim Assistance	16.575	2020-00045	\$ -	\$ 520,327
Crime Victim Assistance	16.575	COVID-2020-00041	-	6,691
Crime Victim Assistance	16.575	Special Projects	-	45,431
Crime Victim Assistance	16.575	2020-00006	-	112,419
<i>Total Crime Victim Assistance</i>			-	684,868
Non-Major Programs:				
United States Department of Justice				
Passed-through Indiana Criminal Justice Institute				
Sexual Assault Services Formula Program	16.017	2020-0005	-	57,141
Violence Against Women Formula Grant	16.588	WF-AX-0031	-	16,635
Total United States Department of Justice			-	758,644
Department of Health and Human Services				
Passed-through Indiana Criminal Justice Institute				
Social Services Block Grant	93.667	2020 SSBG	-	17,500
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	2020-00012	-	27,473
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	2022-00007	-	66,841
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	2201NFTC6	-	16,552
<i>Total Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services</i>			-	110,866
Substance Abuse and Mental Health Services, Projects of Regional and National Significance	93.243	1H79SM080382-01	-	184,969
Total Department of Health and Human Services			-	313,335

See Notes to Schedule of Expenditures of Federal Awards.

A BETTER WAY SERVICES, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

<u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u>	<u>Assistance Listing Number</u>	<u>Grant Identification #</u>	<u>Passed through to subrecipients</u>	<u>Federal Expenditures</u>
Non-Major Programs (Continued):				
Department of Housing and Urban Development				
Passed-through Indiana Housing and Community Development Authority Emergency Solutions Grant Program	14.231	ES-021-001	-	43,000
Emergency Solutions Grant Program	14.231	ESES-CV-020-0020	-	49,578
Community Development Block Grant	14.231	B-21-MC-19-0010	-	18,933
<i>Total Emergency Solutions Grant Program</i>			<u>-</u>	<u>111,511</u>
Continuum of Care Program	14.267	IN0192L5H022004	-	143,973
Continuum of Care Program	14.267	IN0220D5H021900	-	217,974
Continuum of Care Program	14.267	IN0220D5H02201	-	259,403
Jumpstart Program	14.267	IN0182L5H022005	-	173,526
<i>Total Continuum of Care/Jumpstart Program</i>			<u>-</u>	<u>794,876</u>
Community Development Block Grant	14.218	B-21-MC-18-0010	-	34,000
Total Department of Housing and Urban Development			<u>-</u>	<u>940,387</u>
Federal Emergency Management Agency				
Emergency Food and Shelter Program	97.024	CARES-2656-00-005	-	18,321
Total Expenditures of Federal Awards			<u>\$ -</u>	<u>\$ 2,030,687</u>

See Notes to Schedule of Expenditures of Federal Awards.

A BETTER WAY SERVICES, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022

Note 1 – BASIS OF PRESENTATION

Basis of Presentation – The accompanying schedule of expenditures of federal awards includes the federal grant activity of A Better Way and is presented on the accrual basis of accounting. 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, Costs Principles, and Audit Requirements for Federal Awards*. Because the Schedule presents only a selected portion of the operations of A Better Way, it is not intended to and does not present the financial position, changes in net assets, or cash flows of A Better Way.

Basis of Accounting – 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, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 2 – INDIRECT COST RATE

A Better Way has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 3 – SUBRECIPIENTS

A Better Way did not provide any federal awards to subrecipients.

A BETTER WAY SERVICES, INC.
SCHEDULE OF EXPENDITURES OF STATE AND LOCAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

<u>State Grantor/Program</u>	<u>Contract Number</u>	<u>State Expenditures</u>
State of Indiana		
Pass-through Indiana Criminal Justice Institute: Domestic Violence Prevention and Treatment	DVPT-2019-00042	\$ <u>144,094</u>
Sexual Assault Victim Assistance Fund	SAVAF-2020-0001	<u>172,855</u>
<i>Total Indiana Criminal Justice Institute</i>		<u>316,949</u>
Total Expenditures of State Awards		<u>\$ 316,949</u>

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Directors of
A Better Way Services, Inc.
Muncie, Indiana

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 A Better Way Services, Inc. (nonprofit organization), which comprise the statement of financial position as of June 30, 2022 and 2021, and the related statement of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated January 5, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered A Better Way Services, Inc.'s internal control over financial reporting (internal control) as a basis for designing 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 A Better Way Services, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of A Better Way Services, Inc.'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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether A Better Way Services, 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

A handwritten signature in black ink that reads "Kemper CPA Group LLP". The signature is written in a cursive, flowing style.

Kemper CPA Group, LLP
Avon, Indiana
January 5, 2023



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

To the Board of Directors of
A Better Way Services, Inc.
Muncie, Indiana

Report on Compliance for Each Major Program

Opinion on Each Major Federal Program

We have audited A Better Way Services, 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 A Better Way Services, Inc.’s major federal programs for the year ended June 30, 2022. A Better Way Services, Inc.’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, A Better Way Services, 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, 2022.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to A Better Way Services, Inc.’s federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on A Better Way Services, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about A Better Way Services, Inc.'s compliance with the requirements of each major federal program as a whole.

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

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

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

Report on Internal Control over Compliance

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

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

over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Handwritten signature of Kemper CPA Group, LLP in black ink.

Kemper CPA Group, LLP

Avon, Indiana

January 5, 2023

**A BETTER WAY SERVICES, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2022**

Summary of auditor's results

1. The auditor's report expresses an unmodified opinion on the financial statements of A Better Way Services, Inc.
2. No significant deficiencies or material weaknesses relating to the audit of the financial statements are reported in the Report on Internal Control over Financial Reporting and on Compliance and Other Matters based on an audit of financial statements in accordance with *Government Auditing Standards*.
3. No instances of non-compliance material to the financial statements of A Better Way Services, Inc. were disclosed during the audit.
4. No significant deficiencies or material weaknesses relating to the audit of major federal award programs are reported in the Report on Compliance for Each Major Program and on Internal Control over Compliance required by the Uniform Guidance.
5. The auditor's report on compliance for A Better Way Services, Inc. expresses an unmodified opinion on all major federal programs.
6. There were no audit findings relative to the major federal award programs for A Better Way Services, Inc.
7. The programs tested as major programs included:

<u>Program</u>	<u>Assistance Listing #</u>
Crime Victim Assistance	16.575

8. The threshold for distinguishing Types A and B programs was \$750,000.
9. A Better Way Services, Inc. was determined to be a low-risk auditee.

Findings Relating to Financial Statements

None

Findings and Questioned Costs for Federal Awards

None