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Klein Buendel, Inc.

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**Schedule of Expenditures of Federal Awards Under the Department of  
Health and Human Services**

**December 31, 2018**

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## Report on Schedule of Expenditures of Federal Awards Under the Department of Health and Human Services

**Independent Auditor's Report**

To the Board of Directors  
Klein Buendel, Inc.

We have audited the accompanying schedule of expenditures of federal awards under the Department of Health and Human Services (the "Schedule") of Klein Buendel, Inc. for the year ended December 31, 2018 and the related notes to the Schedule.

***Management's Responsibility for the Schedule***

Management is responsible for the preparation and fair presentation of the Schedule in accordance with the for-profit cost principles for contracts with commercial organizations contained in 48 CFR, FAR Subpart 31.2 and 45 CFR Subpart 75.501(h), as applicable; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a schedule that is free from material misstatement, whether due to fraud or error.

***Auditor's Responsibility***

Our responsibility is to express an opinion on the Schedule based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Schedule is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Schedule. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Schedule, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Schedule in order to design audit procedures that are appropriate in the circumstances, but not for expressing an opinion on the effectiveness of the Company'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 Schedule.

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

***Opinion***

In our opinion, the Schedule referred to above presents fairly, in all material respects, the expenditures of federal awards under the Department of Health and Human Services of Klein Buendel, Inc. for the year ended December 31, 2018 in accordance with the for-profit cost principles for contracts with commercial organizations contained in 48 CFR, FAR Subpart 31.2 and 45 CFR Subpart 75.501(h), as applicable.

***Basis of Accounting***

We draw attention to Note 1 to the Schedule, which describes the basis of accounting. The Schedule was prepared by Klein Buendel, Inc. in accordance with the for-profit cost principles for contracts with commercial organizations contained in 48 CFR, FAR Subpart 31.2 and 45 CFR Subpart 75.501(h), as applicable, to comply with the financial reporting provisions of the oversight agency referred to above. Our opinion is not modified with respect to this matter.

To the Board of Directors  
Klein Buendel, Inc.

***Restriction on Use***

Our report is intended solely for the information and use of Klein Buendel, Inc. and is not intended to be and should not be used by anyone other than this specified party.

***Other Matter***

Klein Buendel, Inc.'s financial statements as of and for year ended December 31, 2018 were audited by Plante & Moran, PLLC in accordance with auditing standards generally accepted in the United States, and our report dated April 1, 2019 expressed an unmodified opinion on those financial statements.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have issued our report dated April 5, 2019 on our consideration of Klein Buendel, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters, based on an audit of the schedule of expenditures of federal awards. The purpose of this report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Klein Buendel, Inc.'s internal control over financial reporting and compliance.

*Plante & Moran, PLLC*

April 5, 2019

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Report on Internal Control Over Financial  
Reporting and on Compliance and Other Matters  
Based on an Audit of the Schedule of Expenditures  
of Federal Awards Under the Department of Health  
and Human Services Performed in Accordance with  
*Government Auditing Standards*

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Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Schedule of Expenditures of Federal Awards Under the Department of Health and Human Services Performed in Accordance with *Government Auditing Standards*

### Independent Auditor's Report

To Management and the Board of Directors  
Klein Buendel, Inc.

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the schedule of expenditures of federal awards under the Department of Health and Human Services (the "Schedule") of Klein Buendel, Inc. (the "Organization") for the year ended December 31, 2018 and have issued our report thereon dated April 5, 2019.

#### Internal Control Over Financial Reporting

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

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

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

#### Compliance and Other Matters

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

To Management and the Board of Directors  
Klein Buendel, Inc.

**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.

*Plante & Moran, PLLC*

April 5, 2019

## Schedule of Expenditures of Federal Awards Under the Department of Health and Human Services

**Year Ended December 31, 2018**

Federal Agency/Pass-through Agency/Program Title	CFDA Number	Program Title	Grant Period	Grant Number	Provided to Subrecipients	Federal Expenditures
US Department of HHS - Direct awards:						
National Institutes of Health/National Cancer Institute	93.393	Likes Pins and Views: Engaging Moms on Teen Indoor Tanning Thru Social Media	6/1/15-5/31/19	CA192652	\$ 259,636	\$ 763,800
Department of Health & Human Services/Centers for Disease Control	93.103	Location-based Smartphone Technology Guide to College Students??? Healthy Choices Choices Phase II	9/30/15-2/28/18 (NCE)	DP004995	-	17,687
National Institutes of Health/National Institute on Drug Abuse	93.279	Intervening to Prevent Youth Access to Marijuana Phase II	6/1/2016-5/31/19 (with a Suppl. award & NCE)	DA038933	7,251	445,211
National Institutes of Health/National Cancer Institute	93.393	Web App Technology for Boys and Parents: Improving HPV Vaccine Uptake	7/18/16-6/30/19	CA210125	227,843	664,989
National Institutes of Health/National Institute on Minority Health and Health Disparities	93.307	WayToServe Espanol: A Culturally-Appropriate Online Responsible Beverage Service Training for Spanish-Speaking Servers	8/15/16-7/31/19 (NCE)	MD010405	176,141	637,612
National Institutes of Health/National Institute on Minority Health and Health Disparities	93.307	Mobile Phone Intervention for Physical Activity Maintenance in African American Men (Mobile Men)	9/1/16-4/30/18 (NCE)	MD010304	12,697	24,610
National Institutes of Health/National Institute on Aging	93.866	Enhancing Care of the Aged and Dying in Prisons	9/15/16-4/30/19 (NCE)	AG049570	294,513	570,121
National Institutes of Health/National Cancer Institute	93.394	Sun Safety Ink! A Sun Safety Program for the Tattoo Community	1/15/17-12/31/19 (with a Suppl. Award)	CA206569	73,525	569,029
National Institutes of Health/National Cancer Institute	93.353	Using Technology to Scale-Up an Occupational Sun Protection Policy Program	6/23/17-7/31/19	CA210259	108,344	489,648
National Institutes of Health/National Institute on Aging	93.866	E-training of Inmate Peer Caregivers for Enhancing Geriatric and End-of-life Care in Prisons	8/1/17-4/30/19 (NCE)	AGO57239	67,846	157,298
National Institutes of Health/National Cancer Institute	93.394	4th International Conference on UV and Skin Cancer Prevention	4/1/18-7/31/18	CA224864	-	15,000
National Institutes of Health/National Institute on Alcohol Abuse and Alcoholism	93.273	Smartphone Help for DWI Offenders and Their Families: A B-Smart App	9/15/18-8/31/19	AA022850	850	30,967
National Institutes of Health/National Institute on Minority Health and Health Disparities	93.307	Caminamos: A location-based Smartphone App for Latinas to Connect with Nearby Walking Partners	9/18/18-4/30/19	MD009652	13,964	107,241
National Institutes of Health/National Institute on Minority Health and Health Disparities	93.307	PINPOINT: Gaming Technology to Engage Adolescent Sickle Cell Patients in Precision Pain	9/16/18-6/30/19	MD010746	45,985	83,670
Total US Department of HHS - Direct awards					1,288,595	4,576,883

See notes to schedule of expenditures of federal awards under the department of health and human services.



## Schedule of Expenditures of Federal Awards Under the Department of Health and Human Services (Continued)

**Year Ended December 31, 2018**

Federal Agency/Pass-through Agency/Program Title	CFDA Number	Program Title	Grant Period	Grant Number	Provided to Subrecipients	Federal Expenditures
Pass-through awards:						
Pacific Institute for Research and Evaluation	93.393	Web-based Family Prevention of Alcohol and Risky Sex for Older Teens	9/5/12-6/30/18 (NCE)	0655 (Modification #4)	\$ -	\$ 3,346
Claremont Graduate University	93.865	Translation of District Sun Safe Policies to Schools	4/1/14-8/31/18 (NCE)	KR-2234-01	-	122,203
Pacific Institute for Research and Evaluation	93.273	Group-based Intervention for Alcohol, Drugs and Aggression among Club Patrons	7/15/14-5/31/19	0734	-	101,148
Sloan Kettering Institute For Cancer Research	93.394	Personalized Genomic Testing for Melanoma: Maximizing Personal Utility and Reach	9/1/14-7/31/18 (NCE)	BD517247	-	1,248
Rush University Medical Center	93.226	Parent Training in Pediatric Primary Care: A Self-Directed Tablet-Based Approach	9/1/15-6/30/19	15012705	-	19,597
Old Dominion University Research Foundation	93.273	Efficacy and Mechanisms of Technology-Based Behavioral Interventions	8/15/15-5/31/19	16-142-100551-010	-	25,130
Rhode Island Hospital	93.865	An Emotion Regulation Intervention for Early Adolescent Risk Behavior Prevention	8/1/17-7/31/19	701-7137292	-	188,801
Total pass-through awards					-	461,473
Total					<b>\$ 1,288,595</b>	<b>\$ 5,038,356</b>

See notes to schedule of expenditures of federal awards under the department of health and human services.

## Notes to Schedule of Expenditures of Federal Awards Under the Department of Health and Human Services

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**Year Ended December 31, 2018**

### **Note 1 - Basis of Presentation and Summary of Significant Accounting Policies**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Klein Buendel, Inc. (the "Company") under programs of the federal government for the year ended December 31, 2018. Expenditures reported in the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the for-profit cost principles contained in *Contracts with Commercial Organizations* 48 CFR, FAR Subpart 31.2 and 45 CFR Subpart 75.501(h), as applicable, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Pass-through entity identifying numbers are presented where available. Because the Schedule presents only a selected portion of the operations of the Company, it is not intended to and does not present the financial position, changes in net position, or cash flows, if applicable, of the Company.

The Organization negotiates and receives approval on an indirect cost rate from the National Institutes of Health Division of Financial Advisory Services (DFAS) within the Department of Health and Human Services.

### **Note 2 - Subsequent Events**

The Schedule and related disclosures include evaluation of events up through and including April 5, 2019, which is the date the Schedule was available to be issued.

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## Summary of Auditor's Results

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**Summary of Auditor's Results**

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**Year Ended December 31, 2018**

**Schedule of Expenditures of Federal Awards under Department of Health and Human Services**

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	_____ Yes <u>  X  </u> No
• Significant deficiency(ies) identified that are not considered to be material weaknesses?	_____ Yes <u>  X  </u> None reported
Noncompliance material to the Schedule noted?	_____ Yes <u>  X  </u> None reported
Any audit findings disclosed that are required to be reported in accordance with Sections 48 CFR, FAR Subpart 31.2 and 45 CFR Subpart 75.501(h)?	_____ Yes <u>  X  </u> No