



microbilt

SOC I REPORT

FOR

SCREENING SERVICES

A TYPE 2 INDEPENDENT SERVICE AUDITOR'S REPORT ON A DESCRIPTION OF A SERVICE ORGANIZATION'S SYSTEM AND THE SUITABILITY OF THE DESIGN AND OPERATING EFFECTIVENESS OF CONTROLS

FOR THE PERIOD JANUARY 1, 2019, TO SEPTEMBER 30, 2019

PREPARED IN ACCORDANCE WITH THE
AICPA SSAE NO. 18 STANDARD

Attestation and Compliance Services



Proprietary & Confidential

Unauthorized use, reproduction or distribution of this report, in whole or in part, is strictly prohibited.

This report is intended solely for use by the management of MicroBilt Corporation, its user entities (i.e., customers) that utilized the services covered by this report during the specified time period, and the independent financial statement auditors of those user entities (each referred to herein as a "specified user").

If report recipient is not a specified user (herein referred to as a "non-specified user"), use of this report is the non-specified user's sole responsibility and at the non-specified user's sole and exclusive risk. Non-specified users may not rely on this report and do not acquire any rights against Schellman & Company, LLC as a result of such access. Further, Schellman & Company, LLC does not assume any duties or obligations to any non-specified user who obtains this report and/or has access to it.

Unauthorized use, reproduction or distribution of this report, in whole or in part, is strictly prohibited.

TABLE OF CONTENTS

SECTION 1	INDEPENDENT SERVICE AUDITOR'S REPORT	1
SECTION 2	MANAGEMENT'S ASSERTION	4
SECTION 3	DESCRIPTION OF THE SYSTEM	7
SECTION 4	TESTING MATRICES	24
SECTION 5	OTHER INFORMATION PROVIDED BY MANAGEMENT	54

SECTION I

INDEPENDENT SERVICE AUDITOR'S REPORT

INDEPENDENT SERVICE AUDITOR'S REPORT

To MicroBilt Corporation:

Scope

We have examined MicroBilt Corporation's ("MicroBilt" or "service organization") description of its Screening Services system for providing decision support services throughout the period January 1, 2019, to September 30, 2019 (the "description"), and the suitability of the design and operating effectiveness of controls included in the description to achieve the related control objectives stated in the description, based on criteria identified in "Management's Assertion" in Section 2 (the "assertion"). The controls and control objectives included in the description are those that management of MicroBilt believes are likely to be relevant to user entities' internal control over financial reporting, and the description does not include those aspects of the Screening Services system that are not likely to be relevant to user entities' internal control over financial reporting.

The description indicates whether certain control objectives specified in the description can be achieved only if complementary user entity controls assumed in the design of MicroBilt's controls are suitably designed and operating effectively, along with related controls at the service organization. Our examination did not extend to such complementary user entity controls, as applicable, and we have not evaluated the suitability of the design or operating effectiveness of such complementary user entity controls.

The information included in Section 5, "Other Information Provided by Management" is presented by management of MicroBilt to provide additional information and is not a part of MicroBilt's description of its Screening Services system made available to user entities during the period January 1, 2019, to September 30, 2019. Information in Section 5 has not been subjected to the procedures applied in the examination of description of the Screening Services system and of the suitability of the design and operating effectiveness of controls to achieve the related control objectives stated in the description of the Screening Services system.

Service Organization's Responsibilities

In Section 2, MicroBilt has provided an assertion about the fairness of the presentation of the description and suitability of the design and operating effectiveness of the controls to achieve the related control objectives stated in the description. MicroBilt is responsible for preparing the description and for the assertion, including the completeness, accuracy, and method of presentation of the description and the assertion, providing the services covered by the description, specifying the control objectives and stating them in the description, identifying the risks that threaten the achievement of the control objectives, selecting the criteria stated in the assertion, and designing, implementing, and documenting controls that are suitably designed and operating effectively to achieve the related control objectives stated in the description.

Service Auditor's Responsibilities

Our responsibility is to express an opinion on the fairness of the presentation of the description and on the suitability of the design and operating effectiveness of the controls to achieve the related control objectives stated in the description, based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether, in all material respects, based on the criteria in management's assertion, the description is fairly presented and the controls were suitably designed and operating effectively to achieve the related control objectives stated in the description throughout the period January 1, 2019, to September 30, 2019. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

An examination of a description of a service organization's system and the suitability of the design and operating effectiveness of controls involves:

- performing procedures to obtain evidence about the fairness of the presentation of the description and the suitability of the design and operating effectiveness of the controls to achieve the related control objectives stated in the description, based on the criteria in management’s assertion;
- assessing the risks that the description is not fairly presented and that the controls were not suitably designed or operating effectively to achieve the related control objectives stated in the description;
- testing the operating effectiveness of those controls that management considers necessary to provide reasonable assurance that the related control objectives stated in the description were achieved; and
- evaluating the overall presentation of the description, suitability of the control objectives stated in the description, and suitability of the criteria specified by the service organization in its assertion.

Inherent Limitations

The description is prepared to meet the common needs of a broad range of user entities and their auditors who audit and report on user entities’ financial statements and may not, therefore, include every aspect of the system that each individual user entity may consider important in its own particular environment. Because of their nature, controls at a service organization may not prevent, or detect and correct, all misstatements in providing decision support services. Also, the projection to the future of any evaluation of the fairness of the presentation of the description, or conclusions about the suitability of the design of the controls to achieve the related control objectives, is subject to the risk that controls at a service organization may become ineffective.

Description of Tests of Controls

The specific controls tested and the nature, timing, and results of those tests are listed in Section 4 (the “Testing Matrices”).

Opinion

In our opinion, in all material respects, based on the criteria described in MicroBilt’s assertion in Section 2,

- a. the description fairly presents the Screening Services system that was designed and implemented throughout the period January 1, 2019, to September 30, 2019;
- b. the controls related to the control objectives stated in the description were suitably designed to provide reasonable assurance that the control objectives would be achieved if the controls operated effectively throughout the period January 1, 2019, to September 30, 2019, and as applicable, subservice organizations and user entities applied the complementary controls assumed in the design of MicroBilt’s controls throughout the period January 1, 2019, to September 30, 2019; and
- c. the controls operated effectively to provide reasonable assurance that the control objectives stated in the description were achieved throughout the period January 1, 2019, to September 30, 2019, if, as applicable, complementary subservice organization and user entity controls assumed in the design of MicroBilt’s controls operated effectively throughout the period January 1, 2019, to September 30, 2019.

Restricted Use

This report, including the description of the tests of controls and results thereof in the Testing Matrices, is intended solely for the information and use of management of MicroBilt, user entities of MicroBilt’s Screening Services system during some or all of the period January 1, 2019, to September 30, 2019, and their auditors who audit and report on such user entities’ financial statements or internal control over financial reporting and have a sufficient understanding to consider it, along with other information, including information about controls implemented by user entities themselves, when assessing the risks of material misstatement of user entities’ financial statements. This report is not intended to be, and should not be, used by anyone other than the specified parties.

SCHUELMAN & COMPANY, LLC

Tampa, Florida
November 4, 2019