



STATE OF INDIANA
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February 10, 2010

Board of Directors
The Wabash Independent Living and
Learning Center, Inc. d/b/a The Will Center
4312 S. 7th St.
Terre Haute, IN 47802

We have reviewed the audit report prepared by Thomas L. Jeffers, CPA, Independent Public Accountant, for the period October 1, 2006 to September 30, 2007. In our opinion, the audit report was prepared in accordance with the guidelines established by the State Board of Accounts. Per the Independent Public Accountants' opinion, the financial statements included in the report present fairly the financial condition of The Wabash Independent Living and Learning Center, Inc. d/b/a The Will Center, as of September 30, 2007, and the results of its operations for the period then ended, on the basis of accounting described in the report.

The Independent Public Accountants' report is filed with this letter in our office as a matter of public record.

We call your attention to the finding in the report. Pages 10 and 11 contain the status of one prior audit finding.

STATE BOARD OF ACCOUNTS

THE WABASH INDEPENDENT LIVING AND LEARNING CENTER, INC.

D/B/A THE WILL CENTER

AUDITED FINANCIAL STATEMENTS

SEPTEMBER 30, 2007

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Terre Haute, IN 47802

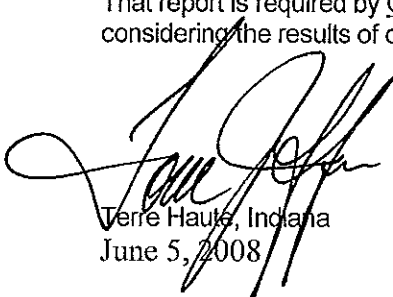
Independent Auditor's Report

We have audited the accompanying balance sheets of The Wabash Independent Living and Learning Center, Inc., d/b/a The Will Center, as of September 30, 2007 and 2006 and the related statements of activities and changes in net assets, cash flows, and functional expenses for the year then ended. The financial statements are the responsibility of the Organization's management. We have expressed an opinion on the financial statements based on our audit. The financial statements of The Will Center for the year ended September 30, 2006 were examined by this auditors whose report dated August 21, 2007 expressed an unqualified opinion on those statements.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General, and Guidelines for Examination of Entities Receiving Financial Assistance from Governmental Sources, issued by the State Board of Accounts of the State of Indiana. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, which provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Wabash Independent Living and Learning Center, Inc., d/b/a The Will Center as of September 30, 2007 and the results of its activities and changes in net assets and cash flows for the years then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated June 5, 2008, on our consideration of The Wabash Independent Living and Learning Center, Inc., d/b/a The Will Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is required by Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.



Terre Haute, Indiana
June 5, 2008

THE WABASH INDEPENDENT LIVING AND LEARNING CENTER, INC.
D/B/A THE WILL CENTER

Statements of Financial Position

	September 30, 2006	September 30, 2007
ASSETS		
Current Assets:		
Cash	\$ (9,173.67)	22,766.38
Restricted cash	-	-
A/R DDARS Grant	22,035.15	1,295.52
Prepaid expenses	<u>713.90</u>	714.00
Total Current Assets	13,575.38	24,775.90
Equipment		
Office furniture and equipment - on the basis of cost, net of accumulated depreciation 2006 - \$24686.55; 2007 - \$51926.00	32,480.56	28,114.00
Total Equipment	<u>32,480.56</u>	<u>28,114.00</u>
Other Assets		
Software	5,205.33	<u>-</u>
Total Assets	<u>\$ 51,261.27</u>	<u>\$ 52,889.90</u>
 LIABILITIES AND NET ASSETS		
Current Liabilities:		
Line-of-credit	\$ 11,000.00	\$ -
Accounts payable	2,169.62	1,125.57
Payroll taxes withheld and accrued	4,492.55	-
Total Current Liabilities	17,662.17	1,125.57
Unrestricted Net Assets	<u>33,599.10</u>	<u>51,764.33</u>
Total Liabilities and Net Assets	<u>\$ 51,261.27</u>	<u>\$ 52,889.90</u>

See accompanying notes to financial statements

**THE WABASH INDEPENDENT LIVING AND LEARNING CENTER. INC.
D/B/A THE WILL CENTER**

Statements of Activities and Changes in Net Assets

For the Years Ended September 30, 2007 and 2006

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Public Support and Revenue			2,007			2,006.00
Temporarily restricted grants	-	228,808.00	228,808.00	\$ -	\$ 266,255.87	\$ 266,255.87
Other Grants	25,000.00		25,000.00			
Contributions	1,589.75	-	1,589.75	3,226.00	-	3,226.00
Interest Income	-	-	-	-	-	-
Miscellaneous Income	478.04		478.04	5,530.00	-	5,530.00
	27,067.79	228,808.00	255,875.79	8,756.00	266,255.87	275,011.87
Net assets released from restriction by satisfaction of usage requirements	-	(228,808.00)		-	(266,255.87)	
Total Public Support and Revenue	255,875.79	-	255,875.79	275,011.87	-	275,011.87
Functional Expenses - Promotion and independent / interdependent living for individuals with disabilities	245,993.80	-	245,993.80	280,140.04	-	280,140.04
Changes in Net Assets	9,881.99	-	9,881.99	(5,128.17)	-	(5,128.17)
Net Assets at Beginning of Year	31,047.83		31,047.83	36,176.00	-	36,176.00
See Notes to Financial Statements	11,960.08		11,960.08			
Net Assets at End of Year	\$ 52,889.90		\$ 52,889.90	\$ 31,047.83	\$ -	\$ 31,047.83

See accompanying notes to financial statements

**THE WABASH INDEPENDENT LIVING AND LEARNING CENTER, INC.
D/B/A THE WILL CENTER**

Statement of Cash Flows

	Year Ended September 30,	
	2007	2006
Cash Flows From Operating Activities:		
Increase (Decrease) in net assets	\$ 9,881.99	\$ (5,128.17)
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operations:		
Prior Period Adjustments*	11,960.08	
Increase in Grants Receivable	(20,739.63)	11,586.32
Depreciation and amortization	12,025.00	14,786.37
Increase (Decrease) in prepaid expenses	0.10	1,131.05
Increase (Decrease) in:		
Accounts payable	(1,044.05)	(178.00)
Payroll taxes withheld and accrued	(4,492.55)	(220.85)
Unused Rural Grant Funds	-	<u>(51,407.11)</u>
Net Cash Provided By Operating Activities	7,590.94	(29,430.39)
Cash Flows used in Investing Activities		
Purchase of equipment	-	
Cash Flows From Financing Activities:		
Payments of principal on amounts borrowed	(11,000.00)	11,000.00
Equipment Purchased	(1,878.50)	(18,503.70)
Software Purchased	-	(3,872.00)
Other Purchases	29,489.48	(365.96)
Net Cash Provided by Financing Activities	16,610.98	(11,741.66)
Net (Decrease) Increase in Cash	24,201.92	(41,172.05)
Cash at Beginning of Year	(9,173.67)	<u>31,998.38</u>
Cash at End of Year	<u>\$ 15,028.25</u>	<u>\$ (9,173.67)</u>

See accompanying notes to financial statements

**THE WABASH INDEPENDENT LIVING AND LEARNING CENTER, INC.
D/B/A THE WILL CENTER**

Statement of Functional Expenses

	Year Ended September 30,	
	<u>2006</u>	<u>2007</u>
Salaries	177,630.08	162,500.16
Payroll taxes	14,765.91	13,061.54
Rent	13,750.00	15,000.00
Telephone	6,181.71	8,295.39
Printing		410.38
Office supplies and postage	9,331.68	5,091.05
Office equipment		-
Utilities	3,446.99	3,692.78
Insurance	3,307.71	1,369.33
Employee benefits	7,192.61	8,039.20
Travel	6,155.21	2,783.70
Auto	996.81	1,037.27
Dues and subscriptions	293.00	250.00
Contract labor	550.00	1,328.42
Training	4,559.00	1,711.74
Advertising		-
Repairs and maintenance	595.00	-
Miscellaneous	9,784.84	3,845.39
Professional fees	4,000.00	1,837.00
Interest expense	358.44	824.17
Equipment rental	2,856.00	2,891.28
Total Functional Expenses Before		
Depreciation and Amortization	265,754.99	233,968.80
Depreciation and amortization - furniture and equipment	<u>14,786.27</u>	<u>12,025.00</u>
Total	<u>\$ 280,541.26</u>	<u>\$ 245,993.80</u>

See accompanying notes to financial statements

TAXMASTERS
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**THE WABASH INDEPENDENT LIVING AND LEARNING CENTER, INC.
INDIANA FAMILY AND SOCIAL SERVICES ADMINISTRATION DIVISION
OF DISABILITY, AGING AND REHABILITATION SERVICES
D/B/A THE WILL CENTER**

Notes to Financial Statements

September 30, 2007

Note A – Summary of Significant Accounting Policies:

Operations- The Wabash Independent Living and Learning Center, Inc. (d/b/a The Will Center) is a not-for-profit corporation organized for the purpose of promoting a philosophy of independent/interdependent living for individuals with disabilities, including a philosophy of consumer control, peer support, self-help, self-determination, equal access, and individual and system advocacy. The organization serves the counties of Clay, Parke, Putnam, Vermillion and Vigo, in the State of Indiana.

Funding for the organization comes primarily from a grant from the Indiana Family and Social Services Administration, Division of Disability, Aging and Rehabilitative Services (DDARS). For the fiscal year ended September 30, 2007 the organization also received funding from a Rural Community Grant. The scope of this audit report is limited to the Indiana Family and Social Services Administration Grant.

Basis of Accounting – The Organization records revenues and expenses using the accrual method of accounting.

Estimates – The preparation of financial statements in accordance with general accepted accounting principles may require management to make estimates and assumptions that affect the financial statements during the reporting period. Actual results could differ from those estimates.

Allocation of Costs – All costs have been allocated to the Organization's program of providing services to individuals with a range of significant disabilities.

Statement of Cash Flows – "Cash" as used in the Statement of Cash Flows is the amount reported as "Cash" on the Statement of Financial Position.

Donated Equipment and Services – Donated equipment is recorded as a contribution in the statements at its fair market value at the date of receipt, or the date of an unconditional promise to give. A substantial number of volunteers have donated to the Organization significant time, which has not been reflected in the financial statements.

Grants – Grant income represents reimbursements requested of the Indiana Family and Social Services Administration for providing services to individuals with disabilities under the terms of the Grant Agreement.

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INDIANA FAMILY AND SOCIAL SERVICES ADMINISTRATION DIVISION
OF DISABILITY, AGING AND REHABILITATION SERVICES
D/B/A THE WILL CENTER

Notes to Financial Statements

September 30, 2007

Note A – Summary of Significant Accounting Policies (Continued):

Property and Equipment – Purchased property and equipment is stated on the basis of cost. Improvements are charged to the property accounts while maintenance and repairs, which do not improve or extend the life of the respective assets, are expensed currently. Items under \$500.00 are generally not capitalized. Property acquired with Indiana Family and Social Service grant funds cannot be disposed of without the express written approval of the State. Depreciation is computed on a straight-line basis over the estimated useful life of the assets.

Contributions – Contributions are recorded when received, or when unconditionally pledged, and considered available for unrestricted use unless specifically restricted by the donor.

Basis of Presentation – Income on the financial statements is presented on the basis of unrestricted, temporarily restricted, and permanently restricted. Federal pass-through funds from the State of Indiana Department of Health and Human Services are considered temporarily restricted until expended for the purpose for which they were granted. Gifts of cash or other assets are considered restricted if they are received with donor stipulations that limit their use. When a time restriction expires or a purpose restriction is satisfied, temporarily restricted net assets are reclassified to unrestricted net assets, and reported in The Statement of Activities and Changes in Net Assets as net assets released from restrictions. Since all pass-through funds have been expended at year-end, and all donor restrictions had expired, all assets of the Organization are considered unrestricted as of September 30, 2006.

Note B – Income Tax Status:

The Wabash Independent Living and Learning Center, Inc. is a not-for-profit Organization exempt from federal income tax under Internal Revenue Code 501(c)(3) as a publicly supported organization, and not as a private foundation.

Note C – Concentration of Funding:

The Organization's primary source of funding is the State of Indiana Family and Social Services Administration. Funds from this agency represent approximately 99% of the Organization's funds for the fiscal year ended September 30, 2007. Funding is always subject to availability and costs are subject to supplemental audit and possible disallowance.

Note D – Adjustment to Net Assets

After Auditor reviewed previous depreciation records and methods with actual assets, it was discovered that the assets were incorrectly depreciated using double declining balance. Upon proper calculation for straight line method, there was a net increase of \$11960.08 to net assets.

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**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Board of Directors
The Wabash Independent Living and Learning
Center, Inc. d/b/a The Will Center
Terre Haute, IN 47802

We have audited the basic financial statements of The Wabash Independent Living and Learning Center, Inc., d/b/a The Will Center, as of and for the year ended September 30, 2007 and have issued our report thereon dated June 5, 2008. We have conducted our audit in accordance with generally accepted auditing standards contained in Government Auditing Standards, issued by the Comptroller General.

Compliance

As part of obtaining reasonable assurance about whether the Wabash Independent Living and Learning Center, Inc. d/b/a The Will Center's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statements. However, providing an opinion on compliance with those provisions was not an objective of audit and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Governmental Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered The Wabash Independent Living and Learning Center, Inc., d/b/a The Will center's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Certain matters involving the internal control over financial reporting and its operation that were considered to be reportable conditions for the year ended September 30, 2005 have been corrected for the year ended September 30, 2006. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect The Wabash Independent Living and Learning Center, Inc., d/b/a The Will Center's ability to record, process, summarize, and report financial data consistent with the assertions of management in the basic financial statements. Reportable conditions for the year ended September 30, 2005 are described as follows: Due to the small size of the Organization, there is a lack of segregation of the accounting duties.

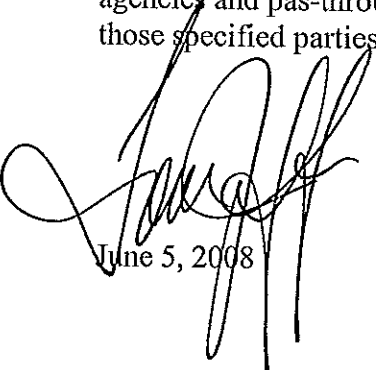
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**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
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GOVERNMENT AUDITING STANDARDS**

Internal Control Over Financial Reporting – (Continued)

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that the misstatements in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, the segregation of accounting duties has been implemented and was in place for the year ended September 30, 2007. The primary factors considered were the segregation of the custody, authorization, and recordkeeping of the accounting functions. The lack of segregation of duties is no longer a reportable condition for the year ended September 30, 2007.

This report is intended solely for the information and use of the Board of directors, federal awarding agencies and pas-through entities and is not intended to be and should not be used by anyone other than those specified parties.



June 5, 2008