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April 26, 2018

Board of Directors
Grant County Economic Growth Council, Inc.
301 South Adams Street
Marion, IN 46952

We have reviewed the report prepared by Grant County Economic Growth Council, Inc. and opined upon by Dulin, Ward & DeWald, Inc., Independent Public Accountants, for the period January 1, 2015 to December 31, 2015. Per the *Independent Auditors' Report* the financial statements included in the report present fairly the financial condition of Grant County Economic Growth Council, Inc. as of December 31, 2015 and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, Dulin, Ward & DeWald, Inc. prepared all required independent auditor's reports in accordance with generally accepted auditing standards and guidelines established by the State Board of Accounts.

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

Paul D. Joyce

Paul D. Joyce, CPA
State Examiner

GRANT COUNTY ECONOMIC GROWTH COUNCIL, INC.

FINANCIAL STATEMENTS

Year Ended December 31, 2015 with Summarized Information for December 31, 2014

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Grant County Economic Growth Council, Inc.
Marion, Indiana

We have audited the accompanying financial statements of Grant County Economic Growth Council, Inc. (a nonprofit organization) which comprise the statement of financial position as of December 31, 2015, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Grant County Economic Growth Council, Inc. as of December 31, 2015, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Grant County Economic Growth Council, Inc.'s 2014 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated February 25, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2014 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Dulin, Ward & DeWald, Inc.

Fort Wayne, Indiana
March 2, 2016

GRANT COUNTY ECONOMIC GROWTH COUNCIL, INC.
STATEMENT OF FINANCIAL POSITION
December 31, 2015 with Summarized
Information for the Year Ended December 31, 2014

	2015	**2014 (As Restated)**
ASSETS		
Cash and cash equivalents:		
Operating	$ 141,515	$ 100,300
Revolving loan fund	152,130	113,483
Prepaid expenses	6,420	1,286
Accounts receivable	23,839	37,782
Loans receivable	34,550	53,909
Land	-	95,499
Office equipment - net of accumulated depreciation of $27,773 (2015) and $21,756 (2014)	8,371	10,409
Net investment in direct financing lease	11,630,000	11,630,000
Deposits	550	550
Beneficial interest	81,030	94,061
Total Assets	$ 12,078,405	$ 12,137,279
LIABILITIES AND NET ASSETS		
Accounts payable	$ 19,500	$ 32,170
Accrued liabilities	4,907	5,797
Note payable - City of Marion	11,630,000	11,630,000
Total Liabilities	11,654,407	11,667,967
Net Assets:		
Unrestricted:		
Unrestricted	65,275	147,559
Board designated	103,018	100,000
Total unrestricted net assets	168,293	247,559
Temporarily restricted	39,586	29,529
Permanently restricted	216,119	192,224
Total Net Assets	423,998	469,312
Total Liabilities and Net Assets	$ 12,078,405	$ 12,137,279

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

GRANT COUNTY ECONOMIC GROWTH COUNCIL, INC.
STATEMENT OF ACTIVITIES
December 31, 2015 with Summarized
Information for the Year Ended December 31, 2014

	Unrestricted	Temporarily Restricted	Permanently Restricted	2015 Total	2014 Total (As Restated)
Operating Support, Revenues and Gains:					
Private contributions	$ 81,964	$ 33,144	$ 1,823	$ 116,931	$ 93,707
Government grants and contracts	20,050	-	20,125	40,175	25,790
EDIT income	317,616	-	-	317,616	315,459
Special projects	21,054	-	-	21,054	26,008
Other income	115	-	-	115	-
Investment income	2,542	2,589	2,494	7,625	8,598
Rental income	3,360	-	-	3,360	2,850
Gain on beneficial interest	-	-	-	-	97
Net Assets Released From Restrictions:					
Satisfaction of program requirements	5,110	(4,563)	(547)	-	-
Satisfaction of time requirements	16,617	(16,617)	-	-	-
Total Operating Support, Revenues and Gains	468,428	14,553	23,895	506,876	472,509
Operating Expenses and Losses:					
Program services	378,567	-	-	378,567	465,833
Supporting services:					
Management and general	50,874	-	-	50,874	58,169
Fund raising	17,964	-	-	17,964	16,754
Bad debt expense	233	-	-	233	10,235
Loss on beneficial interest	4,557	4,496	-	9,053	-
Total Operating Expenses and Losses	452,195	4,496	-	456,691	550,991
Excess (Deficiency) of Operating Support over Operating Expenses	16,233	10,057	23,895	50,185	(78,482)

(continued)

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

GRANT COUNTY ECONOMIC GROWTH COUNCIL, INC.
STATEMENT OF ACTIVITIES
December 31, 2015 with Summarized
Information for the Year Ended December 31, 2014

	Unrestricted	Temporarily Restricted	Permanently Restricted	2015 Total	2014 Total (As Restated)
(continued)					
Nonoperating Support and Revenue, Expenses, Gains and Losses:					
Redevelopment:					
Contributions	$ -	$ -	$ -	$ -	$ 368,000
Interest income	634,998	-	-	634,998	634,998
Interest expense	(634,998)	-	-	(634,998)	(634,998)
Donated property	(95,499)	-	-	(95,499)	(368,000)
CHANGE IN NET ASSETS	(79,266)	10,057	23,895	(45,314)	(78,482)
NET ASSETS - beginning of year - as previously stated	-	-	-	-	(6,098,556)
PRIOR PERIOD ADJUSTMENT	-	-	-	-	6,646,350
NET ASSETS - beginning of year - as restated	247,559	29,529	192,224	469,312	547,794
NET ASSETS - end of year	$ 168,293	$ 39,586	$ 216,119	$ 423,998	$ 469,312

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

GRANT COUNTY ECONOMIC GROWTH COUNCIL, INC.
STATEMENT OF CASH FLOWS
December 31, 2015 with Summarized
Information for the Year Ended December 31, 2014

	2015	2014 (As Restated)
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash contributions, grants and income	$ 534,731	$ 838,333
Cash paid to suppliers	(457,389)	(538,695)
Net Cash Flows from Operating Activities	77,342	299,638
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of office equipment	(3,980)	(6,790)
Purchase of property held for redevelopment	-	(368,000)
Increase in spendable portion of beneficial interest	6,500	6,248
Change in revolving loan fund cash	(38,647)	(24,360)
Cash Flows From Investing Activities	(36,127)	(392,902)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	41,215	(93,264)
CASH AND CASH EQUIVALENTS - beginning of year	100,300	193,564
CASH AND CASH EQUIVALENTS - end of year	$ 141,515	$ 100,300

(continued)

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

GRANT COUNTY ECONOMIC GROWTH COUNCIL, INC.
STATEMENT OF CASH FLOWS
December 31, 2015 with Summarized
Information for the Year Ended December 31, 2014

(continued)

	2015	2014 (As Restated)
RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Change in net assets	$ (45,314)	$ (78,482)
Depreciation and amortization	6,018	3,321
Provision for bad debts	233	10,235
Reinvested interest less fees	(2,522)	(2,977)
(Gain) loss on beneficial interest	9,053	(97)
Donated property - redevelopment	95,499	368,000
(Increase) decrease in accounts receivable	13,710	(21,288)
(Increase) decrease in loans receivable	19,359	24,847
Increase in prepaid expenses	(5,134)	(1,286)
Increase (decrease) in accounts payable	(12,670)	15,101
Decrease in escrow funds	-	(19,145)
Increase (decrease) in accrued liabilities	(890)	1,409
Net Cash Provided By Operating Activities	$ 77,342	$ 299,638

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

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Grant County Economic Growth Council, Inc. (Council) was incorporated as a not-for-profit organization in April 1984 under the laws of the State of Indiana. The Organization's purpose is job retention and job creation in Grant County, Indiana.

Taxes

The Council is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code, and qualifies for the 50% charitable contributions deduction limitation. The Council has been classified as an organization that is not a private foundation under Section 509(a) of the Internal Revenue Code.

Estimates

The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Council considers all highly liquid investments with a maturity of three months or less at the time of purchase to be cash equivalents.

Office Equipment

Office equipment is stated at cost or, if donated, at fair value at the date of the gift. The Council follows the policy of providing depreciation on the straight-line method for financial reporting purposes over the estimated useful lives of the related assets. It is not the Council's policy to imply time restrictions expiring over the useful life of donated assets. In the absence of donor-imposed restrictions on the use of the asset, gifts of long-lived assets are reported as unrestricted support. All items with a cost in excess of $1,000 and a useful life in excess of three years are capitalized.

Land

Land consists of property purchased for wetland mitigation and is carried at cost. The land was gifted to a nonprofit conservancy organization during 2015.

(continued)

1. **ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**(continued)

Accounts Receivables

If considered necessary, the Council provides an allowance for doubtful receivables which is based on management's estimate of losses that will be incurred in the collection of all receivables.

Loans Receivable

Loans receivable are stated at the amount of unpaid principal, less an allowance for loan losses, if applicable. Interest is calculated by using the simple interest method on the principal amount outstanding.

An allowance for losses on loans receivable is maintained at a level considered adequate to absorb potential loan losses determined on the basis of management's review and evaluation of the loans and its judgment as to the impact of current economic conditions on the loans. The evaluation includes consideration of past loan loss experience and the current volume and condition of loans outstanding. Recognized losses are charged to the allowance and subsequent recoveries are added.

Contributions

All contributions are considered to be available for the general operations of the Council unless specifically restricted by the donor. Gifts of cash and other assets are reported as temporarily restricted or permanently restricted support if they are received with donor stipulation that limit their use. In the case of temporarily restricted support, when the restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restriction is met in the same reporting period are reported as unrestricted contributions. By definition, permanently restricted support must be maintained in perpetuity. Restrictions on these net assets do not expire and no assets are reclassified in the statement of activities.

Advertising

Advertising costs are charged to operations when incurred.

Subsequent Events

Management has evaluated subsequent events through March 2, 2016 the date which the financial statements were available for issue.

2. LOANS RECEIVABLE

Loans receivable of $34,550 at December 31, 2015 and $53,909 at December 31, 2014, of which $31,202 at December 31, 2015 and $45,958 at December 31, 2014 are from the Council's revolving loan fund, are due from companies located in Grant County, Indiana. Interest rates range from 5.25% to 5.5%, with maturity dates through 2020. The current portion of loans receivable is $10,938 at December 31, 2015.

3. RESTRICTED CASH

Cash in the amount of $152,130 at December 31, 2015 and $113,483 at December 31, 2014 is restricted for the revolving loan fund.

4. RETIREMENT PLAN

The Council has a SIMPLE IRA retirement plan. Contributions to the plan are made at a 3% match for all employees who are eligible and participate in the plan. Employee benefit expense under this plan totaled $4,387 in 2015 and $2,846 in 2014.

5. BENEFICIAL INTEREST

The beneficial interest of $81,030 at December 31, 2015 and $94,061 at December 31, 2014 consists of a combination of donor contributions restricted for endowment purposes and funds held by the Grant County Community Foundation (Foundation). The funds held by the Foundation are the result of an agreement whereby the Council transferred assets to the Foundation and specified itself as the beneficiary of those assets. The Council may draw up to a certain percent of the value of the assets each year, but may only obtain a return of the full value of the assets upon consent of the Foundation. At December 31, 2015 the cash portion of funds held at the Foundation totaled $77,602 at December 31, 2015 and $71,102 at December 31, 2014 and is considered a cash equivalent on the statement of financial position.

6. FAIR VALUE OF FINANCIAL INSTRUMENTS

Assets and liabilities recorded at fair value in the statement of financial position are categorized based upon the level of judgment associated with the inputs used to measure their fair value. Level inputs are defined as follows:

Level 1. Unadjusted quoted prices in active markets for identical assets and liabilities.

Level 2. Observable inputs other than those included in Level 1, such as quoted market prices for similar assets or liabilities in active markets or quoted market prices for identical assets or liabilities in inactive markets.

Level 3. Unobservable inputs reflecting management's own assumptions about the inputs used in pricing the asset or liability. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgment or estimation.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets and liabilities measured at fair value.

Beneficial Interest. Value based upon the Council's proportionate share of the Grant County Community Foundation's pooled investment portfolio.

Fair value of assets and liabilities measured on a recurring basis at December 31 are as follows:

	2015	**2014**
Beneficial interest – Level 3	$ 81,030	$ 94,061

(continued)

6. **FAIR VALUE OF FINANCIAL INSTRUMENTS** (continued)

Following is the reconciliation of activity for assets measured at fair value based on significant unobservable inputs (Level 3) for the year ending December 31:

	2015	2014
Balance – beginning of year	$ 94,061	$ 97,235
Additions	-	-
Total gains and losses included in changes in net assets:		
Interest and dividends	5,214	5,638
Unrealized gain (loss)	(9,823)	(5,072)
Realized gain (loss)	770	5,169
Investment fees	(2,692)	(2,661)
	(6,531)	3,074
Spendable portion	(6,500)	(6,248)
Balance – end of year	$ 81,030	$ 94,061

7. **NET ASSETS**

Temporarily restricted net assets are restricted for the following purposes:

	2015	2014
Future periods	$ 33,144	$ 16,617
Temporary restriction of endowment funds	6,442	12,912
	$ 39,586	$ 29,529

The Board of Directors of the Council has designated unrestricted net assets of $100,000 for Grants for Grads and $3,018 for the Bill Rea Young Entrepreneurs Scholarship Program.

Permanently restricted net assets at December 31 are restricted for the following purposes:

	2015	2014
Revolving loan fund	$ 182,332	$ 158,437
Endowment funds	33,787	33,787
	$ 216,119	$ 192,224

8. ENDOWMENT

The Council has currently invested its donor-restricted and board designated endowment funds at the Grant County Community Foundation. The endowments have been established to support the activities of the Council. Net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The Board of Directors of the Council has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Council classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Council in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the Council considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

(1) The duration and preservation of the fund
(2) The purposes of the Council and the donor-restricted endowment fund
(3) General economic conditions
(4) The possible effect of inflation and deflation
(5) The expected total return from income and the appreciation of investments
(6) Other resources of the Council
(7) The investment policies of the Council

Endowment Net Asset Composition by Type of Fund as of December 31:

	2015	2014
Donor Restricted Endowment		
Unrestricted	$ 40,801	$ 47,362
Temporarily restricted	6,442	12,912
Permanently restricted	33,787	33,787
Total funds	$ 81,030	$ 94,061

(continued)

8. **ENDOWMENT** (continued)

Changes in Endowment Net Assets for the Year Ended December 31, 2015

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets - January 1, 2015	$ 47,362	$ 12,912	$ 33,787	$ 94,061
Additional funds received	-	-	-	-
Investment return:				
Investment income	2,625	2,589	-	5,214
Net appreciation (realized and unrealized)	(4,557)	(4,496)	-	(9,053)
Fees	(1,356)	(1,336)	-	(2,692)
Total investment return	(3,288)	(3,243)	-	(6,531)
Appropriation of endowment assets for expenditure	(3,273)	(3,227)	-	(6,500)
Endowment net assets - December 31, 2015	$ 40,801	$ 6,442	$ 33,787	$ 81,030

Changes in Endowment Net Assets for the Year Ended December 31, 2014

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets - January 1, 2014	$ 48,959	$ 14,489	$ 33,787	$ 97,235
Additional funds received	-	-	-	-
Investment return:				
Investment income	2,840	2,798	-	5,638
Net appreciation (realized and unrealized)	49	48	-	97
Fees	(1,340)	(1,321)	-	(2,661)
Total investment return	1,549	1,525	-	3,074
Appropriation of endowment assets for expenditure	(3,146)	(3,102)	-	(6,248)
Endowment net assets - December 31, 2014	$ 47,362	$ 12,912	$ 33,787	$ 94,061

(continued)

8. **ENDOWMENT** (continued)

Description of Amounts Classified as Permanently Restricted Net Assets and Temporarily Restricted Net Assets (Endowment Only)

		2015		2014
Permanently Restricted Net Assets				
The portion of perpetual endowment funds that is required to be retained permanently either by explicit donor stipulation or by UPMIFA	$	33,787	$	33,787
Temporarily Restricted Net Assets				
The portion of perpetual endowment funds subject to a time restriction under UPMIFA:				
With purpose restrictions	$	6,442	$	12,912

Return Objectives and Risk Parameters

The Council has adopted investment and spending policies for endowment assets that attempt to preserve the principal in terms of its purchasing power so the fund will be able to serve the Council's needs over the long term; produce sufficient income to meet the needs of the Council; and provide long-term growth in assets as may be fairly balanced by the need for reasonable income and investment risk. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to achieve satisfactory investment returns while gaining the risk control of diversification.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, donor-restricted and board designated endowment funds have currently been transferred to the Grant County Community Foundation for investment and management.

Spending Policy and How the Investment Objectives Relate to Spending Policy

In accordance with the agreement with the Grant County Community Foundation, the Council may draw up to 6% of the value of the assets each year.

9. OPERATING LEASE

The Council leases office space under a month to month operating lease. Total rent expense charged to operations in 2015 and 2014 was $15,000.

10. ADVERTISING COSTS

Advertising costs are charged to operations when incurred. The cost of advertising charged to operations was $14,600 in 2015 and $31,151 in 2014.

11. EDUCATIONAL ASSISTANCE PLAN

The Council has an educational assistance plan. Employees who have completed one year of service on the effective date will be eligible to receive no more than $5,250 towards an educational course or course(s). A participant in the plan must remain an employee for three years after receiving the benefit or repay the Council all benefits received.

12. NOTE PAYABLE – CITY OF MARION

As part of the 2013 effort to attract Café Valley Bakery's $48 million investment and 400 jobs (the Project), the Council was part of a $11,630,000 financing by the City of Marion (City), which issued Tax Increment Financing Bonds to raise the money for the Project. The proceeds from the Bond were loaned to the Council and used to purchase and develop property for the Project on the City's behalf. Of the 61.85 acres of land that were purchased by the Council, approximately 31% was utilized for the Project.

The note with the City calls for semi-annual interest payments with yearly principal payments beginning February 2017. The note bears interest at 5.46% and is due February 2038. As part of the transaction, the Council has indemnification and hold harmless agreements in place with the City.

Also, as part of the transaction with the City, the Council entered into a direct financing lease agreement as more fully described in Note 13.

Interest charged to operations on the note amounted to $634,998 in 2015 and $634,998 in 2014.

(continued)

12. NOTE PAYABLE (continued)

Maturities on the note payable as of December 31, 2015:

2016	$ -
2017	$ 285,000
2018	$ 300,000
2019	$ 320,000
2020	$ 335,000

13. DIRECT FINANCING LEASE

In conjunction with the Bonds discussed in Note 12 the Council entered into a master lease with Cornerstone Marion, LLC, the Project's owner, as lessor of its portion of land and the Council as lessee. Simultaneously, the Council leased the redevelopment land to the Marion Redevelopment Commission (the Commission) and Cornerstone Marion, LLC as sublessees (the Sublessees). The Sublessees are responsible for lease payments that will be sufficient to make all necessary debt service payments on the Bonds, even to the extent of the Commission being required to levy a property tax on all of the property in the City, if necessary, to make sufficient lease payments. As payments are made by the Commission under this lease to retire the Bonds, the Council will record income and debt service payments, which will offset each other.

This direct financing lease is for a term of 25 years and calls for lease payments equal to the sum of principal and interest due on the note with the City (see Note 12). Payment on the lease began during 2015.

Following is a summary of the components of the Council's net investment in the direct financing lease at December 31:

	2015	2014
Minimum lease payments receivable	$ 20,579,759	$ 21,214,757
Unearned interest	(8,949,759)	(9,584,757)
Net investment in direct financing lease	$ 11,630,000	$ 11,630,000

Lease payments received totaled $634,998 in 2015 and $634,998 in 2014.

(continued)

13. DIRECT FINANCING LEASE (continued)

Minimum future lease payments expected under the noncancelable lease for each of the next five years are:

2016	$ 634,998
2017	912,217
2018	911,247
2019	914,321
2020	911,439
2021 and thereafter	16,295,536
	$ 20,579,759

14. STATEMENT OF CASH FLOWS SUPPLEMENTAL DISCLOSURES

Interest paid amounted to $634,998 in both 2015 and 2014.

Non cash investing and financing activities are as follows:

	2015	2014
Mortgage note repayment via transfer of land	$ -	$ 144,235

15. CONCENTRATIONS

The Council receives a substantial portion of its support from economic development income tax. A significant reduction in the level of this support, if it were to occur, may have an effect on the Council's programs and activities.

Additionally, the Council will be dependent on the lease income derived from the lease described in Note 13 to make its loan payments to the City of Marion.

16. LITIGATION

As of January 9, 2015 a lawsuit was filed by EMarket LLC against the Council seeking damages for a breach for termination of lease on the Thompson site. The damages sought are unspecified. The Council believes the suit is completely without merit and intends to vigorously defend its position.

17. RELATED PARTY

During 2015, $10,000 was paid for membership dues to an organization for which the Council's Executive Director is the Board Treasurer.

18. COMMITMENT

In 1998 the Council purchased a piece of land to replace wetlands being used for a development project as required by the Army Corp of Engineers. During 2015, the Council transferred title of this land to a conservancy organization with a restrictive covenant to hold the land in its natural condition. The Council remains responsible for maintenance of the land until such time as the Army Corp of Engineers signs off on the project. This is expected sometime in 2017.

19. PRIOR PERIOD ADJUSTMENT AND RESTATEMENT

The accompanying financial statements for 2014 have been restated to correct an error made in 2013 classifying a direct financing lease as an operating lease. The effect of the restatement was to increase the change in net assets for 2014 by $649,994. Net assets at the beginning of 2014 have been increased for the effect of the restatement on prior years.