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June 13, 2019

Board of Directors
Franklin County Senior Citizens Services, Inc.
11146 County Park Road
Brookville, IN 47012

We have reviewed the audit report of Franklin County Senior Citizens Services, Inc. which was opined upon by RBSK Partners PC, Independent Public Accountants, for the period January 1, 2017 to December 31, 2017. Per the *Independent Auditors' Report* the financial statements included in the report present fairly the financial condition of Franklin County Senior Citizens Services, Inc. as of December 31, 2017 and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, RBSK Partners PC prepared the audit in accordance with 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, CPA
State Examiner



Franklin County Senior Citizens Services, Inc.

Financial Statements

For the Years Ended
December 31, 2017 and 2016

Franklin County Senior Citizens Services, Inc.

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December 31, 2017 and 2016

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Independent Auditor's Report

To the Board of Directors
Franklin County Senior Citizens Services, Inc.

We have audited the accompanying financial statements of Franklin County Senior Citizens Services, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2017 and 2016, and the related statements of activities, functional expenses and cash flows for the years 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 control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from 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 misstatement 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 Franklin County Senior Citizens Services, Inc. as of December 31, 2017 and 2016, 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.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules of grant awards on pages 17 and 18 are presented for purposes of additional analysis and are 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

RBSK Partners PC

Greensburg, Indiana
September 21, 2018

**Franklin County Senior Citizens Services, Inc.
Statements of Financial Position**

December 31

	2017	2016
Assets		
Cash and cash equivalents	\$ 5,120	\$ 6,676
Accounts receivable	85,933	69,156
Prepaid expenses	10,029	9,590
Unconditional promises to give	2,244	2,298
Property and equipment, net	<u>339,637</u>	<u>377,417</u>
Total Assets	<u>\$ 442,963</u>	<u>\$ 465,137</u>
Liabilities		
Accounts payable	\$ 22,156	\$ 13,281
Bank line of credit	58,000	20,500
Payroll withholdings	1,376	1,225
Accrued expenses	7,108	6,304
Total liabilities	<u>88,640</u>	<u>41,310</u>
Net Assets		
Unrestricted	310,585	358,498
Temporarily restricted	43,738	65,329
Total net assets	<u>354,323</u>	<u>423,827</u>
Total Liabilities and Net Assets	<u>\$ 442,963</u>	<u>\$ 465,137</u>

Notes to financial statements are an integral part of these statements

Franklin County Senior Citizens Services, Inc.
Statement of Activities

For the Year Ended December 31, 2017

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Public Support and Revenue			
Public Support:			
Indiana Department of Transportation	\$ 309,391	\$ ---	\$ 309,391
Medicaid	17,182	---	17,182
County and Local Grants	42,550	---	42,550
LifeStream, Inc.	30,415	---	30,415
United Way	2,000	---	2,000
Other	11,819	---	11,819
Total public support	<u>413,357</u>	<u>---</u>	<u>413,357</u>
Revenue:			
Fares	53,854	---	53,854
Building rent	6,032	---	6,032
Interest	17	---	17
Other	171	---	171
Total revenue	<u>60,074</u>	<u>---</u>	<u>60,074</u>
Total support and revenue before net assets released from restrictions	473,431	---	473,431
Net assets released from restrictions	21,591	(21,591)	---
Total support and revenue	<u>495,022</u>	<u>(21,591)</u>	<u>473,431</u>
Functional Expenses			
Program Services:			
Transportation services	438,612	---	438,612
Senior citizens center	25,935	---	25,935
LifeStream meal service	16,997	---	16,997
Total program services	<u>481,544</u>	<u>---</u>	<u>481,544</u>
Supporting Services:			
General administrative	58,355	---	58,355
Fundraising	3,036	---	3,036
Total expenses	<u>542,935</u>	<u>---</u>	<u>542,935</u>
Change in Net Assets	(47,913)	(21,591)	(69,504)
Net Assets, Beginning	<u>358,498</u>	<u>65,329</u>	<u>423,827</u>
Net Assets, Ending	<u>\$ 310,585</u>	<u>\$ 43,738</u>	<u>\$ 354,323</u>

Notes to financial statements are an integral part of these statements

**Franklin County Senior Citizens Services, Inc.
Statement of Activities**

For the Year Ended December 31, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Public Support and Revenue			
Public Support:			
Indiana Department of Transportation	\$ 304,244	\$ 70,840	\$ 375,084
Medicaid	46,549	---	46,549
County and Local Grants	42,100	---	42,100
Indiana Family and Social Services Administration	18,707	---	18,707
United Way	1,000	---	1,000
Contributions	8,260	---	8,260
Other	5,321	---	5,321
Total public support	<u>426,181</u>	<u>70,840</u>	<u>497,021</u>
Revenue:			
Fares	56,370	---	56,370
Building rent	5,770	---	5,770
Interest	21	---	21
Other	19,775	---	19,775
Total revenue	<u>81,936</u>	<u>---</u>	<u>81,936</u>
Total support and revenue before net assets released from restrictions	508,117	70,840	578,957
Net assets released from restrictions	<u>15,510</u>	<u>(15,510)</u>	<u>---</u>
Total support and revenue	<u>523,627</u>	<u>55,330</u>	<u>578,957</u>
Functional Expenses			
Program Services:			
Transportation services	449,813	---	449,813
Senior citizens center	24,422	---	24,422
Total program services	<u>474,235</u>	<u>---</u>	<u>474,235</u>
Supporting Services:			
General administrative	60,302	---	60,302
Fundraising	2,920	---	2,920
Total expenses	<u>537,457</u>	<u>---</u>	<u>537,457</u>
Change in Net Assets	(13,830)	55,330	41,500
Net Assets, Beginning	<u>372,328</u>	<u>9,999</u>	<u>382,327</u>
Net Assets, Ending	<u>\$ 358,498</u>	<u>\$ 65,329</u>	<u>\$ 423,827</u>

Notes to financial statements are an integral part of these statements

Franklin County Senior Citizens Services, Inc.
Statement of Functional Expenses

For the Year Ended December 31, 2017

	Program Services				Supporting Services		
	Transportation Services	Senior Citizens Center	LifeStream Meal Service	Total Program Services	General Administrative Services	Fundraising	Total Expenses
Salaries and wages	\$ 250,637	\$ 5,635	\$ 15,522	\$ 271,794	\$ 42,852	\$ 2,818	\$ 317,464
Payroll taxes	20,753	436	1,435	22,624	3,453	218	26,295
Total salaries and related expenses	271,390	6,071	16,957	294,418	46,305	3,036	343,759
Accounting fees	---	---	---	---	10,605	---	10,605
Advertising	207	---	---	207	---	---	207
Bank charges	---	---	---	---	---	---	---
Insurance	35,321	949	---	36,270	---	---	36,270
Interest expense	---	---	---	---	1,445	---	1,445
Maintenance and repairs	2,525	392	---	2,917	---	---	2,917
Materials and supplies	6,495	408	40	6,943	---	---	6,943
Other	3,054	5,059	---	8,113	---	---	8,113
Postage and shipping	49	525	---	574	---	---	574
Rent	113	113	---	226	---	---	226
Uniforms	1,684	---	---	1,684	---	---	1,684
Utilities	10,453	5,143	---	15,596	---	---	15,596
Vehicle expenses	76,816	---	---	76,816	---	---	76,816
Total expenses before depreciation	408,107	18,660	16,997	443,764	58,355	3,036	505,155
Leasehold depreciation	5,976	6,076	---	12,052	---	---	12,052
Equipment depreciation	2,380	1,199	---	3,579	---	---	3,579
Vehicle depreciation	22,149	---	---	22,149	---	---	22,149
Total depreciation	30,505	7,275	---	37,780	---	---	37,780
Total Expenses	\$ 438,612	\$ 25,935	\$ 16,997	\$ 481,544	\$ 58,355	\$ 3,036	\$ 542,935

Notes to financial statements are an integral part of these statements

Franklin County Senior Citizens Services, Inc.
Statement of Functional Expenses

For the Year Ended December 31, 2016

	Program Services			Supporting Services		
	Transportation Services	Senior Citizens Center	Total Program Services	General Administrative Services	Fundraising	Total Expenses
Salaries and wages	\$ 242,851	\$ 5,420	\$ 248,271	\$ 44,083	\$ 2,710	\$ 295,064
Payroll taxes	18,037	420	18,457	3,398	210	22,065
Total salaries and related expenses	260,888	5,840	266,728	47,481	2,920	317,129
Accounting fees	---	---	---	11,509	---	11,509
Advertising	3,011	---	3,011	---	---	3,011
Bank charges	159	---	159	---	---	159
Dues and subscriptions	---	---	---	---	---	---
Insurance	38,733	956	39,689	---	---	39,689
Interest expense	---	---	---	1,312	---	1,312
Maintenance and repairs	4,728	399	5,127	---	---	5,127
Materials and supplies	4,911	589	5,500	---	---	5,500
Other	2,566	3,769	6,335	---	---	6,335
Postage and shipping	92	825	917	---	---	917
Rent	113	113	226	---	---	226
Uniforms	1,726	---	1,726	---	---	1,726
Utilities	10,164	4,656	14,820	---	---	14,820
Vehicle expenses	78,103	---	78,103	---	---	78,103
Total expenses before depreciation	405,194	17,147	422,341	60,302	2,920	485,563
Leasehold depreciation	5,976	6,076	12,052	---	---	12,052
Equipment depreciation	1,721	1,199	2,920	---	---	2,920
Vehicle depreciation	36,922	---	36,922	---	---	36,922
Total depreciation	44,619	7,275	51,894	---	---	51,894
Total Expenses	\$ 449,813	\$ 24,422	\$ 474,235	\$ 60,302	\$ 2,920	\$ 537,457

Notes to financial statements are an integral part of these statements

Franklin County Senior Citizens Services, Inc.
Statements of Cash Flows

For the Years Ended December 31

	2017	2016
Cash Flows from Operating Activities		
Change in net assets	\$ (69,504)	\$ 41,500
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	37,780	51,894
Gain on disposal of assets	---	(19,600)
Other changes that provided (used) cash:		
Accounts receivable	(16,777)	5,504
Prepaid expenses	(439)	(7,545)
Unconditional promises to give	54	50
Accounts payable	8,875	(5,607)
Payroll withholdings	152	105
Accrued expenses	803	762
Contributions restricted for long-term purposes	---	(70,840)
Net cash provided by (used in) operating activities	<u>(39,056)</u>	<u>(3,777)</u>
Cash Flows from Investing Activities		
Proceeds from the sale of assets	---	22,240
Purchases of property and equipment	---	(97,627)
Net cash used in investing activities	<u>---</u>	<u>(75,387)</u>
Cash Flows from Financing Activities		
Proceeds from bank line of credit	253,500	200,818
Repayments of bank line of credit	(216,000)	(214,318)
Proceeds from contributions restricted for acquisition of property and equipment	<u>---</u>	<u>70,840</u>
Net cash provided by financing activities	<u>37,500</u>	<u>57,340</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,556)	(21,824)
Cash and Cash Equivalents at Beginning of Year	<u>6,676</u>	<u>28,500</u>
Cash and Cash Equivalents at End of Year	<u>\$ 5,120</u>	<u>\$ 6,676</u>

Notes to financial statements are an integral part of these statements

Franklin County Senior Citizens Services, Inc.

Notes to Financial Statements

December 31, 2017 and 2016

1. Summary of Significant Accounting Policies

This summary of significant accounting policies of Franklin County Senior Citizens Services, Inc. (the Agency) is presented to assist in understanding the Agency's financial statements. The financial statements and notes are representations of the Agency's management, who is responsible for their integrity and objectivity. These accounting policies conform to U.S. generally accepted accounting principles and have been consistently applied in the preparation of the financial statements.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

The Agency

The Agency began its operations in 1980 and was founded and organized, and is operated exclusively for the purpose to study and determine the needs of the aging and aged population of Franklin County, Indiana; to cooperate with appropriate governmental units and agencies, carry out, on a county level, its objectives and programs related to the needs, problems, and opportunities pertaining to older persons; and to coordinate and evaluate the existing programs or services for the elderly including obtaining, receiving, and distributing any funds. The Agency is incorporated under the Indiana General Not-for-Profit Corporation Act.

Basis of Presentation

The Agency reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Under these provisions, net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Agency and changes therein are classified and reported as follows:

Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations.

Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that may be met or will be met either by actions of the Agency and/or the passage of time.

Permanently restricted net assets – Net assets subject to donor-imposed stipulations that they be maintained permanently by the Agency. Generally, the donors of these assets permit the Agency to use all or part of the income earned on related investments for general or specific purposes.

Franklin County Senior Citizens Services, Inc.
Notes to Financial Statements *(Continued)*

December 31, 2017 and 2016

1. Summary of Significant Accounting Policies *(Continued)*

Functional Expenses

Functional expenses have been allocated between Program Services and Supporting Services based on an analysis of personnel time and space utilized for the related activities.

Promises To Give

Contributions are recognized when the donor makes a promise to give to the Agency that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Cash Equivalents

The Agency considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. The agency did not hold any cash equivalents at December 31, 2017 and 2016.

Accounts Receivable

The allowance for doubtful accounts is based on prior years' experience and management's analysis of possible uncollectible accounts. This also includes contractual allowances that result when services are rendered and reimbursement funds are limited by contract. For the years ended December 31, 2017 and 2016, bad debt expense was \$ -0-. The allowance for uncollectible accounts as of December 31, 2017 and 2016 was \$ -0-.

Donated Assets and Services

Donated use of facilities is recorded as contributions at the net present value of their estimated fair rental values at the date of donation. Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time.

Franklin County Senior Citizens Services, Inc.
Notes to Financial Statements *(Continued)*

December 31, 2017 and 2016

1. Summary of Significant Accounting Policies *(Continued)*

Donated Assets and Services *(Continued)*

Donated services are recognized as contributions in accordance with generally accepted accounting principles, if the services (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Agency. Volunteers also donate their time and perform a variety of tasks throughout the year that assist the Agency with specific programs and various committee assignments that are not recognized as contributions in the financial statements since the criteria are not met.

Advertising Costs

Advertising costs are expensed as incurred.

Income Taxes

Income taxes are not provided for in the financial statements since the Agency is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and similar state provisions. The Agency is not classified as a private foundation.

Generally accepted accounting principles in the United States require the Agency to examine its tax positions for uncertain positions. Management is not aware of any tax positions that are more likely than not to change in the next twelve months, or that would not sustain an examination by applicable taxing authorities.

The Agency's policy is to recognize penalties and interest as incurred in its statement of activities as a component of operating expenses, and totaled \$ -0- for December 31, 2017 and 2016.

The Agency's federal and various state income tax returns for 2014 through 2017 are subject to examination by the applicable tax authorities, generally for three years after the later of the original or extended due date.

Leases

Leases that meet certain criteria are classified as capital leases. Assets and liabilities associated with capital leases are recorded at amounts equal to the lesser of the present value of minimum lease payments or the fair value of the leased property at the beginning of the lease term. Leased assets are depreciated using the straight-line method over the related lease term or their economic lives. Interest expense relating to lease liabilities is recorded to effect constant interest rates over the lease terms.

Leases not meeting such criteria are classified as operating leases with related rentals being charged against revenue as incurred.

Franklin County Senior Citizens Services, Inc.
Notes to Financial Statements *(Continued)*

December 31, 2017 and 2016

1. Summary of Significant Accounting Policies *(Continued)*

Depreciation

The Agency records purchased land, building and equipment at cost less accumulated depreciation. The estimated fair value of donated property is recorded. Depreciation is computed using the straight-line method over the estimated useful lives of the assets as follows:

Asset	Years
Leasehold improvements	15-40
Equipment	3-7
Transportation equipment	3-7

The Agency reports expirations of donor restrictions by reclassifying temporarily restricted net assets to unrestricted net assets evenly each year over the term of the restriction.

All acquisitions of property and equipment in excess of \$500 and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized.

Public Support and Revenue

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions.

Going Concern Evaluation

Management evaluates whether there are conditions or events that raise substantial doubt about the Agency's ability to continue as a going concern for a period of one year from the date the financial statements are issued.

Subsequent Events

The Agency has evaluated subsequent events through September 21, 2018, the date these financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements.

Franklin County Senior Citizens Services, Inc.
Notes to Financial Statements *(Continued)*

December 31, 2017 and 2016

2. Property and Equipment

Property and equipment consisted of the following at December 31, 2017:

	Cost	Accumulated Depreciation	Book Value
Leasehold Improvements	\$ 510,051	\$ 264,780	\$ 245,271
Equipment	43,634	38,084	5,550
Transportation Equipment	414,780	325,964	88,816
	<hr/>		
Totals	\$ 968,465	\$ 628,828	\$ 339,637

Property and equipment consisted of the following at December 31, 2016:

	Cost	Accumulated Depreciation	Book Value
Leasehold Improvements	\$ 510,051	\$ 251,529	\$ 258,522
Equipment	43,634	35,704	7,930
Transportation Equipment	414,780	303,815	110,965
	<hr/>		
Totals	\$ 968,465	\$ 591,048	\$ 377,417

Certain assets included in property and equipment are temporarily restricted as to use or disposition. Certain assets are held subject to conditional title and/or mortgage to ensure compliance with restrictions. Assets subject to donor or grantor restrictions, either wholly or in part, as of December 31 were as follows:

Transportation Equipment	Restricted Cost	Expired Restrictions	Unexpired Restricted Cost
2017	\$ 70,840	\$ 29,345	\$ 41,495
2016	97,623	34,592	63,031

3. Commitments and Contingencies

Certain grants and contracts require the fulfillment of certain conditions as set forth in the instrument. Failure to fulfill the conditions could result in the return of the funds to grantors. Although that is a possibility, the Agency deems the contingency remote, since by accepting the funds and their terms, it has accommodated the objectives of the organization to the provisions of the grant or contract.

Franklin County Senior Citizens Services, Inc.
Notes to Financial Statements *(Continued)*

December 31, 2017 and 2016

4. Operating Leases

The Agency receives the use of land for its principal offices from the Franklin County (Indiana) Fair Board under the terms of a non-cancelable lease agreement assigned to the Agency through the Board of County Commissioners of Franklin County (Indiana), which is essentially free. The current lease term is for a period of 40 years, provides for rent of \$1, and expires August, 2035. The lease is renewable in successive 40 year terms indefinitely at the option of the lessee under the same or similar terms and conditions. The lease is accounted for as an operating lease.

After acquiring the land lease, the Agency constructed buildings on the property to house its principal offices. These buildings and improvements are reported as leasehold improvements on the statement of financial position. Upon termination of the lease for any reason, all improvements situated upon the property must be surrendered to the lessor without compensation and free and clear of all liens and encumbrances.

This lease represents an in-kind contribution and related expense which is recognized each year in the amount of \$225 through August, 2035. Rent expense for this lease was \$225 and \$225 for the years ended December 31, 2017 and 2016, respectively. See note 8 in conjunction.

5. Major Customers/Grantors and Concentration of Credit Risk

A material part of the Agency's support and revenue is dependent upon contracts with the Indiana Department of Transportation, the loss of which could have a materially adverse effect on the Agency. During the years ended December 31, 2017 and 2016, these funds accounted for \$30,391 (65%) and \$375,084 (65%) of total support and revenue, respectively.

6. Statements of Cash Flows

The financial statements include "Statement of Cash Flows" showing cash and cash equivalents provided by/(used in) operating, investing, and financing activities. Supplemental disclosures required by generally accepted accounting principles are presented below.

Cash paid during the years ended December 31, for:

	2017	2016
Interest	\$ 1,445	\$ 1,312
Income taxes	---	---

The Agency had noncash investing and financing activities as follows:

Noncash investing and financing activities in 2016 consisted of disposition of equipment with a cost of \$4,444, a book value of \$ ---, and a salvage value of \$ ---.

Franklin County Senior Citizens Services, Inc.
Notes to Financial Statements *(Continued)*

December 31, 2017 and 2016

7. Bank Line of Credit

The Agency has a \$60,000 line of credit with FCN Bank that matures in July 2018. Interest is payable monthly at a variable rate and was 5.0% at December 31, 2017. Borrowings against the credit line as of December 31, 2017 and 2016 were \$58,000 and \$20,500, respectively. The credit line is secured by essentially all assets of the Agency. In September 2018, the line of credit was renewed in the amount of \$70,000 with a maturity date of July 2019.

8. Unconditional Promises to Give

Unconditional promises to give consist of a 40 year lease for use of land from the Franklin County (Indiana) Fair Board for \$1. The lease was recorded at its estimated fair value. Promises to give receivable in more than one year are discounted at 8.25%. Uncollectible promises are expected to be insignificant. See note 4 in conjunction.

Unconditional promises to give at December 31, are as follows:

	2017	2016
Receivable in less than one year	\$ 225	\$ 225
Receivable in one to five years	1,125	1,125
Receivable in more than five years	<u>2,700</u>	<u>2,925</u>
Total unconditional promises to give	4,050	4,275
Less discounts to net present value	1,806	1,977
Less allowance for uncollectible promises receivable	<u>(---)</u>	<u>(---)</u>
Net unconditional promises to give at December 31	<u>\$ 2,244</u>	<u>\$ 2,298</u>

9. Temporarily Restricted Net Assets

Temporarily restricted net assets consist of transportation equipment of \$41,495 and \$63,031 and unconditional promises to give of \$2,244 and \$ 2,298 at December 31, 2017 and 2016, respectively. See notes 2 and 8 in conjunction.

Additional Information

Franklin County Senior Citizens Services, Inc. Schedule of Grant Awards

For the Year Ended December 31, 2017

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Grantor's Number	Beginning Balance			Program Awards			Adjustments	Revenue Recognized/Expended			Ending Balance		
		Federal	State / Local	Total	Federal	State / Local	Total		Federal	State / Local	Total	Federal	State / Local	Total
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES Passed through Lifestream, Inc. Special Programs for the Aging - Title III, Part B (B)		---	---	---	51,476	---	51,476	---	30,415.20	---	30,415	21,061	---	21,061
Total Indiana Grants		\$ ---	\$ ---	\$ ---	\$ 51,476	\$ ---	\$ 51,476	\$ ---	\$ 30,415	\$ ---	\$ 30,415	\$ 21,061	\$ ---	\$ 21,061
Total Indiana Grants reported on form E-1		\$ ---	\$ ---	\$ ---	\$ 51,476	\$ ---	\$ 51,476	\$ ---	\$ 30,415	\$ ---	\$ 30,415	\$ 21,061	\$ ---	\$ 21,061
U.S. DEPARTMENT OF TRANSPORTATION Passed through Indiana Department of Transportation and Franklin County, Indiana Section 5311 Operating Grant [C]	18034190	\$ ---	\$ ---	\$ ---	\$ 184,766	\$ 124,625	\$ 309,391	\$ ---	\$ 184,766	\$ 124,625	\$ 309,391	\$ ---	\$ ---	\$ ---
Total U.S. Department of Transportation		\$ ---	\$ ---	\$ ---	\$ 184,766	\$ 124,625	\$ 309,391	\$ ---	\$ 184,766	\$ 124,625	\$ 309,391	\$ ---	\$ ---	\$ ---
Total U.S. Department of Transportation reported on form E-1		\$ ---	\$ ---	\$ ---	\$ 184,766	\$ 124,625	\$ 309,391	\$ ---	\$ 184,766	\$ 124,625	\$ 309,391	\$ ---	\$ ---	\$ ---
INDIANA COUNTY AND LOCAL GRANTS Franklin County, Indiana (A)	N/A	\$ ---	\$ ---	\$ ---	\$ ---	\$ 39,500	\$ 39,500	\$ ---	\$ ---	\$ 39,500	\$ 39,500	\$ ---	\$ ---	\$ ---
Whitewater, Brookville, & Saltcreek Townships (Franklin County, Indiana)	N/A	---	---	---	---	3,050	3,050	---	---	3,050	3,050	---	---	---
Total Indiana County and Local Grants		\$ ---	\$ ---	\$ ---	\$ ---	\$ 42,550	\$ 42,550	\$ ---	\$ ---	\$ 42,550	\$ 42,550	\$ ---	\$ ---	\$ ---
Total Indiana County and Local Grants reported on form E-1		\$ ---	\$ ---	\$ ---	\$ ---	\$ 42,550	\$ 42,550	\$ ---	\$ ---	\$ 42,550	\$ 42,550	\$ ---	\$ ---	\$ ---
Total All Awards		\$ ---	\$ ---	\$ ---	\$ 236,242	\$ 167,175	\$ 403,417	\$ ---	\$ 215,181	\$ 167,175	\$ 382,356	\$ 21,061	\$ ---	\$ 21,061

Franklin County Senior Citizens Services, Inc. Schedule of Grant Awards

For the Year Ended December 31, 2016

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Grantor's Number	Balance			Awards				Recognized/Expended			Balance		
		Federal	State / Local	Total	Federal	State / Local	Total	Adjustments	Federal	State / Local	Total	Federal	State / Local	Total
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES														
Passed through Indiana Family and Social Services Administration and Area 9 In-Home & Community Services Agency Total Department of Health and Human Services														
		\$ ---	\$ ---	\$ ---	\$ 18,707	\$ ---	\$ 18,707	\$ ---	\$ 18,707	\$ ---	\$ 18,707	\$ ---	\$ ---	\$ ---
U.S. DEPARTMENT OF TRANSPORTATION														
Passed through Indiana Department of Transportation and Franklin County, Indiana														
Section 5311 Operating Grant [C]	18034190	\$ ---	\$ ---	\$ ---	\$ 179,443	\$ 124,801	\$ 304,244	\$ ---	\$ 179,443	\$ 124,801	\$ 304,244	\$ ---	\$ ---	\$ ---
Section 5339 Capital Grant	1803419C	---	---	---	38,800	---	38,800	(2,009)	36,791	---	36,791	---	---	---
Section 5311 Capital Grant	ARRA 1800119S	68,099	---	68,099	---	---	---	(34,050)	34,049	---	34,049	---	---	---
Total U.S. Department of Transportation		\$ 68,099	\$ ---	\$ 68,099	\$ 218,243	\$ 124,801	\$ 343,044	\$ (36,059)	\$ 250,283	\$ 124,801	\$ 375,084	\$ ---	\$ ---	\$ ---
INDIANA COUNTY AND LOCAL GRANTS														
Franklin County, Indiana (A) Whitewater & Saltcreek Townships (Franklin County, Indiana)														
	N/A	\$ ---	\$ ---	\$ ---	\$ ---	\$ 39,500	\$ 39,500	\$ ---	\$ ---	\$ 39,500	\$ 39,500	\$ ---	\$ ---	\$ ---
	N/A	---	---	---	---	2,600	2,600	---	---	2,600	2,600	---	---	---
Total Indiana County and Local Grants		\$ ---	\$ ---	\$ ---	\$ ---	\$ 42,100	\$ 42,100	\$ ---	\$ ---	\$ 42,100	\$ 42,100	\$ ---	\$ ---	\$ ---
Total All Awards		\$ 68,099	\$ ---	\$ 68,099	\$ 236,950	\$ 166,901	\$ 403,851	\$ (36,059)	\$ 268,990	\$ 166,901	\$ 435,891	\$ ---	\$ ---	\$ ---