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STATE OF INDIANA

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STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

May 11, 2021

Board of Directors
Northeast Indiana Positive Resource Connection, Inc.
525 Oxford Street
Fort Wayne, IN 46806

We have reviewed the audit report of Northeast Indiana Positive Resource Connection, Inc. which was opined upon by Haines, Isenbarger & Skiba, LLC, Independent Public Accountants, for the period January 1, 2017 to December 31, 2017. Per the *Independent Auditor's Report,* the financial statements included in the report present fairly the financial condition of Northeast Indiana Positive Resource Connection, 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.

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

Paul D. Joyce

Paul D. Joyce, CPA
State Examiner

Financial Statements and
Supplementary Information

NORTHEAST INDIANA POSITIVE RESOURCE CONNECTION, INC.

Years ended December 31, 2017 and 2016
with Independent Auditor's Report

HAINES, ISENBARGER & SKIBA, LLC

CERTIFIED PUBLIC ACCOUNTANTS

Financial Statements and
Supplementary Information

NORTHEAST INDIANA POSITIVE RESOURCE CONNECTION, INC.

Years ended December 31, 2017 and 2016
with Independent Auditor's Report

Northeast Indiana Positive Resource Connection, Inc.

Financial Statements and
Supplementary Information

Years ended December 31, 2017 and 2016

Contents

Independent Auditor's Report 1

Financial Statements

Statements of Financial Position 3
Statements of Activities and Changes in Net Assets 4
Statements of Functional Expenses 5
Statements of Cash Flows 7
Notes to Financial Statements 8

Supplementary Information

Schedule of Government Funds Received 17
Schedule of Contributions and Grants 18

HAINES, ISENBARGER & SKIBA, LLC
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

The Board of Directors
Northeast Indiana Positive Resource Connection, Inc.

We have audited the accompanying financial statements of the Northeast Indiana Positive Resource Connection, Inc., which comprise the statements of financial position as of December 31, 2017 and 2016, and the related statements of activities and changes in net assets, 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 audit 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.

4630-8 WEST JEFFERSON BOULEVARD, FORT WAYNE, INDIANA 46804 PHONE 260 436-9500 FAX 260 436-8765

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Northeast Indiana Positive Resource Connection, 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 purposes of forming an opinion on the financial statements as a whole. The accompanying schedule of government funds received and schedule of contributions and grants for the years ended December 31, 2017 and 2016 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.

Haines, Isenbarger & Skiba, LLC

Fort Wayne, Indiana
April 16, 2018

Northeast Indiana Positive Resource Connection, Inc.

Statements of Financial Position

	December 31 2017	2016
Assets		
Cash and cash equivalents	**$ 416,176**	$ 240,234
Receivables:		
Pledges	**119,630**	133,270
Reimbursement claims—government grants	**102,501**	72,053
Rental and other	**1,205**	6,311
	223,336	211,634
Prepaid expenses and other assets	**24,411**	12,803
Beneficial interest in funds held by the Community Foundation of Greater Fort Wayne Inc.	**4,687**	4,159
Land, building, and equipment:		
Land and improvements	**43,000**	43,000
Building and improvements	**715,735**	710,322
Equij	**141,577**	133,834
	900,312	887,156
Less accumulated depreciation	**725,378**	694,110
	174,934	193,046
Total assets	**$ 843,544**	$ 661,876
Liabilities and net assets		
Liabilities:		
Accounts payable	**$ 29,811**	$ 15,592
Accrued compensation	**29,059**	19,998
Tenant deposits	**3,515**	3,400
Deferred revenue	**165**	195
Total liabilities	**62,550**	39,185
Net assets:		
Unrestricted	**434,701**	355,521
Temporarily restricted	**346,293**	267,170
Total net assets	**780,994**	622,691
Total liabilities and net assets	**$ 843,544**	$ 661,876

See accompanying notes.

Northeast Indiana Positive Resource Connection, Inc.

Statements of Activities and Changes in Net Assets

	Year ended December 31					
	2017			2016		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
Support, revenues, and gains (losses)						
Contributions and grants	$ 68,233	$ 446,405	$ 514,638	$ 29,227	$ 261,168	$ 290,395
Contributed goods and services	129	-	129	860	-	860
Government grants	633,516	-	633,516	575,192	-	575,192
United Way	24,862	-	24,862	28,331	-	28,331
Special events	68,231	39,655	107,886	77,450	45,375	122,825
Rent	45,383	-	45,383	38,569	-	38,569
Loss on sale of land, building, and equipment	-	-	-	(234)	-	(234)
Investment income, net	712	-	712	145	-	145
Total support, revenues, and gains before net assets released from restrictions	841,066	486,060	1,327,126	749,540	306,543	1,056,083
Net assets released from restrictions	406,937	(406,937)	-	340,955	(340,955)	-
Total support, revenues, and gains (losses)	1,248,003	79,123	1,327,126	1,090,495	(34,412)	1,056,083
Expenses						
Program services	983,665	-	983,665	891,587	-	891,587
Management and general	100,186	-	100,186	96,149	-	96,149
Fundraising	84,972	-	84,972	84,053	-	84,053
Total expenses	1,168,823	-	1,168,823	1,071,789	-	1,071,789
Increase (decrease) in net assets	79,180	79,123	158,303	18,706	(34,412)	(15,706)
Net assets at beginning of year	355,521	267,170	622,691	336,815	301,582	638,397
Net assets at end of year	$ 434,701	$ 346,293	$ 780,994	$ 355,521	$ 267,170	$ 622,691

See accompanying notes.

Northeast Indiana Positive Resource Connection, Inc.

Statement of Functional Expenses

Year ended December 31, 2017

	Program Services							Supporting Services		
	Care Coordination	CPR/ Prevention	Special Populations	Parkview Clinic	HOPWA/ JRH	Syringe Services	Total	Management and General	Fundraising	Total Expenses
Salaries	$ 284,586	$ 149,344	$ 38,455	$ -	$ 36,728	$ 3,864	$ 512,977	$ 42,177	$ 38,201	$ 593,355
Employee benefits	42,576	26,527	5,221	-	4,874	495	79,693	4,879	5,068	89,640
Payroll taxes	25,550	13,445	3,451	-	3,230	389	46,065	3,832	3,213	53,110
Staff development	607	87	-	-	-	-	694	1,133	-	1,827
Total salaries and related expenses	353,319	189,403	47,127	-	44,832	4,748	639,429	52,021	46,482	737,932
Bad debts	-	-	-	-	4,517	-	4,517	3,565	-	8,082
Grants to subrecipients	-	3,249	-	-	-	-	3,249	-	-	3,249
Insurance	6,542	3,747	881	-	800	-	11,970	5,073	638	17,681
Marketing	1,925	15,458	245	25	222	-	17,875	329	2,583	20,787
Occupancy	17,103	9,746	2,222	4,590	57,754	47	91,462	2,513	1,665	95,640
Office supplies	9,552	5,700	1,184	6,016	1,197	21	23,670	4,016	1,868	29,554
Purchased services	31,806	5,484	102	29,930	2,367	-	69,689	31,858	74	101,621
Special assistance to individuals	38,675	8,480	-	111	17,377	6,605	71,248	-	-	71,248
Special event expenses	-	920	-	-	-	-	920	-	30,522	31,442
Travel and transportation	7,560	8,076	581	-	2,198	87	18,502	95	660	19,257
Total expenses before depreciation	466,482	250,263	52,342	40,672	131,264	11,508	952,531	99,470	84,492	1,136,493
Depreciation	4,893	3,871	653	-	21,717	-	31,134	716	480	32,330
Total expenses	$ 471,375	$ 254,134	$ 52,995	$ 40,672	$ 152,981	$ 11,508	$ 983,665	$ 100,186	$ 84,972	$1,168,823

See accompanying notes.

Northeast Indiana Positive Resource Connection, Inc.

Statement of Functional Expenses

Year ended December 31, 2016

	Program Services							Supporting Services		
	Care Coordination	CPR/ Prevention	Special Populations	Parkview Clinic	HOPWA/ JRH	Syringe Services	Total	Management and General	Fundraising	Total Expenses
Salaries	$ 247,260	$ 145,630	$ 34,771	$ -	$ 33,108	$ 429	$ 461,198	$ 40,191	$ 35,200	$ 536,589
Employee benefits	35,427	20,866	4,982	-	4,744	62	66,081	5,757	5,043	76,881
Payroll taxes	24,196	14,251	3,403	-	3,240	42	45,132	4,137	3,240	52,509
Staff development	411	242	58	-	55	1	767	67	59	893
Total salaries and related expenses	307,294	180,989	43,214	-	41,147	534	573,178	50,152	43,542	666,872
Grants to subrecipients	-	1,942	-	-	-	-	1,942	-	-	1,942
Insurance	6,460	3,622	852	-	774	-	11,708	6,043	617	18,368
Marketing	22,931	13,639	3,058	-	2,779	41	42,448	3,372	4,131	49,951
Occupancy	16,073	9,217	2,173	4,563	80,315	-	112,341	2,360	1,569	116,270
Office supplies	9,381	5,413	1,213	-	1,203	35	17,245	4,925	1,254	23,424
Purchased services	2,154	2,748	89	-	564	-	5,555	28,646	65	34,266
Special assistance to individuals	41,594	3,738	-	312	27,102	2,261	75,007	-	-	75,007
Special event expenses	-	-	-	-	-		-	-	31,740	31,740
Travel and transportation	8,861	7,884	602	-	1,127	-	18,474	105	365	18,944
Total expenses before depreciation	414,748	229,192	51,201	4,875	155,011	2,871	857,898	95,603	83,283	1,036,784
Depreciation	5,278	3,073	665	-	24,673	-	33,689	546	770	35,005
Total expenses	$ 420,026	$ 232,265	$ 51,866	$ 4,875	$ 179,684	$ 2,871	$ 891,587	$ 96,149	$ 84,053	$ 1,071,789

See accompanying notes.

Northeast Indiana Positive Resource Connection, Inc.

Statements of Cash Flows

	Year ended December 31	
	2017	**2016**
Operating activities		
Increase (decrease) in net assets	**$ 158,303**	$ (15,706)
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Depreciation	**32,330**	35,005
Loss on sale of land, building, and equipment	**-**	234
Change in value of beneficial interest in funds held by the Community Foundation of Greater Fort Wayne Inc.	**(528)**	(73)
Changes in operating assets and liabilities:		
Receivables	**(11,702)**	7,650
Prepaid expenses and other current assets	**(11,608)**	(3,059)
Accounts payable	**14,219**	5,275
Accrued compensation	**9,061**	2,116
Tenant deposits	**115**	1,150
Deferred revenue	**(30)**	(55)
Net cash provided by operating activities	**190,160**	32,537
Investing activities—		
purchases of land, building, and equipment	**(14,218)**	(11,613)
Increase in cash and cash equivalents	**175,942**	20,924
Cash and cash equivalents at beginning of year	**240,234**	219,310
Cash and cash equivalents at end of year	**$ 416,176**	$ 240,234

See accompanying notes.

Northeast Indiana Positive Resource Connection, Inc.

Notes to Financial Statements

December 31, 2017

1. Organization and Summary of Significant Accounting Policies

Organization

The mission and core values of the Northeast Indiana Positive Resource Connection, Inc. (Positive Resource Connection) is:

Mission Statement

The mission of the Northeast Indiana Positive Resource Connection, Inc. is to prevent new cases of HIV, AIDS, Hepatitis, and STDs and advance a compassionate and stigma-free community response.

Statement of Core Values

We believe that individuals who are HIV positive deserve compassionate and comprehensive assistance in living full and productive lives. We believe that with proper medical care and treatment, people with HIV can achieve an undetectable viral load even with several barriers in which they may face such as poverty. We believe that public knowledge about HIV, AIDS, Hepatitis, and STDs can contribute to lower rates of infection, better understanding of the diseases, and less discrimination against those who are HIV positive. Finally, we believe that participation of diverse populations in all aspects of the organization improves the quality of service for everyone involved with the Positive Resource Connection.

The Positive Resource Connection was begun in 1985 by a group of volunteers who saw the need to care for people infected with HIV/AIDS and provide the community with accurate information. The Positive Resource Connection has grown into a professional social service agency serving hundreds of individual clients each year and sharing information with the general public in northeast Indiana through annual programs and presentations.

The Positive Resource Connection offers services for persons living with HIV/AIDS, their families and loved ones, persons at risk for HIV, and the general public. Case management, residential services, prevention education, and public awareness remain central to the work of the Positive Resource Connection.

The Positive Resource Connection owns and operates a nineteen unit residential facility for persons living with HIV/AIDS in downtown Fort Wayne. The residential facility provides one-bedroom apartments and efficiency units, all with full kitchens and private baths. Additionally, the house offers a common living room, dining room, kitchen, weight room, and meeting room.

1. Organization and Summary of Significant Accounting Policies (continued)

Organization (continued)

Cash and Cash Equivalents

All highly liquid investments with a maturity of three months or less when purchased are considered to be cash equivalents. The Positive Resource Connection maintains cash accounts at a local bank. From time to time during the year, the Positive Resource Connection cash amounts exceeded federally insured limits.

Land, Building, and Equipment

Land, building, and equipment are stated at cost or if donated, at fair value at the date of the donation, except for land, building, and equipment that have been impaired. For impaired assets, the carrying amount is reduced to the estimated fair market value. There were no impaired assets at December 31, 2017 and 2016. Items with a cost or value of $500 or more and a useful life of one year or more are capitalized.

Depreciation is computed by the straight-line method over the following estimated useful lives:

Land improvements	7 – 15 years
Building and improvements	7–27.5 years
Equipment	3 – 7 years

Expenditures for normal repairs and maintenance are expensed when incurred.

Net Assets

Net assets are allocated to and accounted for based upon the donor's intended purpose. Unrestricted net assets have no donor imposed restrictions placed upon them. In addition, the Positive Resource Connection has received certain net assets for specific purposes or later periods of time or after specified dates, and these amounts are reported as temporarily restricted net assets. Temporarily restricted net assets include amounts whose use is limited by donor imposed stipulations that can be met and removed by actions of the Positive Resource Connection pursuant to those stipulations, occurrence of a stated event, or passage of a specified time period. When donor imposed restrictions are met, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities and changes in net assets as net assets released from restrictions.

1. Organization and Summary of Significant Accounting Policies (continued)

Net Assets (continued)

Permanently restricted net assets include amounts whose use is limited by donor imposed restrictions which stipulate that resources be maintained permanently, but permits the Positive Resource Connection to expend part or all of the income derived from the donated assets for either unrestricted or temporarily restricted purposes. Resources arising from the results of operations or assets set aside by the Board of Directors are not considered to be donor restricted. As of December 31, 2017 and 2016, the Positive Resource Connection had no permanently restricted net assets.

Contributions and Pledges Receivable

Contributions, including gifts, grants, bequests, pledges, and other unconditional promises to give, without restrictions or stipulations are recorded as support (revenue) in the period received. Contributions are reported as temporarily restricted or permanently restricted support if they are received with donor imposed stipulations that limit their use.

Contributions of assets other than cash are recorded at their fair market value. The Positive Resource Connection reports gifts of equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as temporarily restricted support. Absent explicit donor stipulations regarding how long those long-lived assets must be maintained, the Positive Resource Connection reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service. The Positive Resource Connection reclassifies these temporarily restricted net assets to unrestricted net assets at that time.

Contributions of services are recognized as revenue if the services received (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills and typically need to be purchased if not provided by donation. A substantial number of volunteers donate significant amounts of time in providing the Positive Resource Connection's services; however, because the majority of donated services do not meet accounting guidelines, only limited amounts have been reported in the financial statements.

When considered necessary, the Positive Resource Connection provides an allowance for doubtful receivables, which is based on historical collection experience and management's estimate of losses that will be incurred in the collection of all receivables. As of December 31, 2017 and 2016, no allowance for doubtful accounts was deemed necessary.

1. Organization and Summary of Significant Accounting Policies (continued)

Government Support

Government support funded by grants is recognized as the Positive Resource Connection performs the contracted services pursuant to grant agreements. Grant revenue is recognized as earned as the eligible expenses are incurred. Grant expenditures are subject to audit and acceptance by the granting agency and, as a result of such audit, adjustments could be required.

The Positive Resource Connection receives a substantial amount of its support from government funds. A significant reduction in the level of this support, if this were to occur, may have an effect on the Positive Resource Connection's programs and activities.

Special Events

The Positive Resource Connection recognizes revenue from special events upon their completion. Accordingly, funds received for special events, including ticket sales and sponsorships, related to future periods are recorded as deferred revenue. Special events include the AIDS Walk and Gay Lesbian Dinner Dance.

Income Taxes

The Positive Resource Connection is exempt from income taxes under Section 501(c)(3) of the United States Internal Revenue Code and qualifies for the 50 percent charitable deduction limitation. The Positive Resource Connection has been classified as an organization that is not a private foundation under Section 509(a) of the Internal Revenue Code. The Positive Resource Connection is also exempt from state income taxes.

However, the Positive Resource Connection is subject to federal income tax on any unrelated business taxable income. The Positive Resource Connection provides liabilities for uncertain income tax positions when a liability is probable and estimable. Management believes that it has appropriate support for any tax positions taken or expects to be taken and as such, does not have any uncertain tax positions that should be recognized, measured, or disclosed in the financial statements. Management believes the Positive Resource Connection is no longer subject to examination by taxing authorities for years before December 31, 2014.

1. Organization and Summary of Significant Accounting Policies (continued)

Functional Allocation of Expenses

The cost of providing the program and other activities has been summarized on a functional basis in the accompanying statements of activities and changes in net assets. Accordingly, certain costs have been allocated among the program and supporting services benefited.

Recently Issued Accounting Standards

In August 2016, the FASB issued ASU 2016-14, *Not-for-Profit Entities* (Topic 958), *Presentation of Financial Statements of Not-for-Profit Entities*. Key elements of the ASU include a reduction in the number of net asset categories from three to two, conforming requirements on releases of capital restrictions, several new requirements related to expense presentation and disclosure (including investment expenses), and new required disclosures communicating information useful in assessing liquidity. The new standard is effective for the Positive Resource Connection in the fiscal year ending December 31, 2018, early adoption is allowed. The Positive Resource Connection is currently evaluating the impact of the adoption of the standard on its financial statements.

In February 2016, the FASB issued ASU 2016-02, *Leases* (Topic 842), which supersedes the leasing guidance in Topic 840, *Leases*. Under the new guidance, lessees are required to recognize lease assets and lease liabilities on the statement of financial position for all leases with terms longer than 12 months. Leases will be classified as either finance or operating, with classification affecting the pattern of expense recognition in the statement of activities. The new standard is effective for the Positive Resource Connection's December 31, 2020 financial statements. A modified retrospective transition approach is required for lessees for capital and operating leases existing at, or entered into after, the beginning of the earliest comparative period presented in the financial statements, with certain practical expedients available. The Positive Resource Connection is currently evaluating the effect of the pending adoption of the new standard on the financial statements.

Use of Estimates

Preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts in the financial statements and accompanying notes. Actual results could differ from those estimates.

1. Organization and Summary of Significant Accounting Policies (continued)

Reclassifications

Certain 2016 amounts have been reclassified to conform with the 2017 presentation.

2. Pledges Receivable

Pledges receivable represent unconditional promises or pledges to the Positive Resource Connection and are recorded at the present value of future cash flows. The present value factor used was 0.85 percent at December 31, 2016. Pledges receivable consisted of the following:

	December 31	
	2017	**2016**
Indiana AIDS Fund	**$ 66,600**	$ 60,000
Foellinger Foundation	**33,000**	63,722
The St. Joseph Community Health Foundation, Inc.	**2,000**	1,900
Other	**18,030**	7,648
	$ 119,630	$ 133,270

	December 31	
	2017	**2016**
Amounts due in:		
Less than one year	**$ 119,630**	$ 100,548
One to five years	**-**	33,000
Gross grants receivable	**119,630**	133,548
Less discount for present value	**-**	278
Net grants receivable	**$ 119,630**	$ 133,270

The Indiana AIDS Fund is the fundraising arm of The Health Foundation of Greater Indianapolis, Inc.

The Positive Resource Connection has received indication of an intention to give in the amount of $11,500 from the United Way of Allen County. The expected funding is to be used for future operations and has not been recorded as an asset of the Positive Resource Connection as of December 31, 2017.

3. Beneficial Interest in Funds Held by the Community Foundation of Greater Fort Wayne Inc.

The beneficial interest in the funds held and invested by the Community Foundation of Greater Fort Wayne Inc. (Community Foundation) of $4,687 and $4,159 at December 31, 2017 and 2016, respectively, is the result of an agreement whereby the Positive Resource Connection has transferred assets to the Community Foundation and has specified itself as the beneficiary of the assets. The Positive Resource Connection may draw up to a certain percent of the value of the assets each year, subject to certain conditions and limitations, but may only obtain a return of the full value of the assets upon consent of the Community Foundation.

Additionally, the Community Foundation holds funds, with a value of $18,085 and $15,785 at December 31, 2017 and 2016, respectively, for the benefit of the Positive Resource Connection for which it has retained variance power. The Positive Resource Connection is precluded from recognizing these assets held by the Community Foundation because the donors explicitly granted variance power to the Community Foundation. Accordingly, the Positive Resource Connection only recognizes its annual grants by the Community Foundation from these funds as contributions.

4. Debt Arrangements

Pursuant to a revolving line of credit arrangement with a bank, the Positive Resource Connection may borrow up to $35,000 subject to certain terms and conditions. This line of credit arrangement is secured by real estate and is due on demand. The line of credit bears interest at the prime rate plus .5 percent, but not less than 5% (5% percent at December 31, 2017), which is payable monthly. There were no borrowings pursuant to this revolving line of credit arrangement at December 31, 2017 and 2016.

5. Temporarily Restricted Net Assets

Temporarily restricted net assets are to be used for the following purposes:

	December 31	
	2017	**2016**
Programs:		
Infrastructure and communication improvement	**$ 143,216**	$ -
Prevention and community outreach	**60,917**	16,316
Client assistance	**35,283**	43,224
Syringe service program	**10,962**	7,740
Capacity building and program expansion	**8,792**	44,886
Injection drug HIV awareness campaign	**8,217**	30,860
Equipment	**144**	144
Future periods—operating support	**78,762**	124,000
	$ 346,293	$ 267,170

Net assets released from donor restrictions as a result of incurring expenses to satisfy the restricted purposes or by occurrence of other events specified by donors were $406,937 in 2017 and $340,955 in 2016.

Unrestricted net assets of $212,500 and $130,000 at December 31, 2017 and 2016, respectively, were designated by the Board of Directors as the Ryan Fund to be used for emergencies, unanticipated expenses, and extraordinary opportunities.

6. Lease Commitments

On May 12, 2017, the Positive Resource Connection entered into a lease for its program service and office facilities pursuant to an operating lease expiring on May 31, 2020. The monthly rent is $2,300 and the Positive Resource Connection is obligated for utilities, insurance, and any alterations made or installed on the premises. The Positive Resource Connection has the option

6. Lease Commitments

to extend the lease for an additional three years at the same monthly rent of $2,300. Future minimum payments under noncancelable operating leases with initial terms of one year or more consisted of the following at December 31, 2017:

2018	$ 27,600
2019	27,600
2020	27,600
2021	27,600
2022	27,600
Thereafter	11,500
	$ 149,500

Rent expense was $27,600 in 2017 and 2016.

7. Retirement Plan

The Positive Resource Connection sponsors a tax deferred annuity plan under Section 403(b) of the Internal Revenue Code. All employees are eligible to participate in the plan. The plan provides for employer discretionary contributions to the plan; however, the Board of Directors has not authorized any contributions to the plan for 2017 and 2016.

8. Related Party Transactions

Certain members of the Board of Directors are employed by companies providing health care and other services to the Positive Resource Connection. The fees paid to these companies were based on customary and reasonable rates for such services.

9. Subsequent Events

Management has evaluated subsequent events through April 16, 2018, the date on which the financial statements were available to be issued.

Supplementary Information

Northeast Indiana Positive Resource Connection, Inc.

Schedule of Government Funds Received

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Year ended December 31, 2017	2016
Indiana State Department of Health:				
Federal monies:				
United States Department of Health & Human Services, Public Health Service, Centers of Disease Control & Prevention:				
HIV Prevention Project	93.940	A70-0-112169	**$ 45,000**	$ 45,019
Non-federal monies:				
Care coordination	N/A	N/A	**388,741**	327,042
Special populations support	N/A	N/A	**45,266**	45,128
Other, including fees	N/A	N/A	**9,804**	7,139
			488,811	424,328
Indiana Housing & Community Development Authority:				
Federal Agency—Department of Housing and Urban Development:				
Housing Opportunities for Persons with AIDS	14.241	CC-015-003	**144,705**	150,864
			$ 633,516	$ 575,192

Note to Schedule

1. Basis of Presentation

This schedule includes the government awards activity of the Northeast Indiana Positive Resource Connection, Inc. and is presented on the accrual basis of accounting.

Northeast Indiana Positive Resource Connection, Inc.

Schedule of Contributions and Grants

	Year ended December 31	
	2017	**2016**
Temporarily restricted contributions and grants—cash basis:		
Broadway Cares/Equity Fights AIDS, Inc.	**$ 5,000**	$ 5,000
Charles W. Kuhne Foundation	**-**	15,000
Community Foundation of Greater Fort Wayne Inc.	**35,000**	35,000
English Bonter Mitchell Foundation	**5,000**	-
Foellinger Foundation, Inc.	**37,000**	29,000
Fort Wayne Health & Education Foundation, Inc.	**1,500**	-
The Health Foundation of Greater Indianapolis, Inc.	**270,357**	74,500
Kosciusko 21st Century Foundation, Inc.	**12,000**	1,898
Lincoln Financial Foundation, Inc.	**15,000**	20,000
MAC AIDS Fund	**10,000**	10,000
MAXIMUS Foundation, Inc.	**2,500**	2,000
Miscellaneous	**2,297**	9,548
Parkview Health System, Inc.	**45,000**	42,000
PHP Foundation, Inc.	**6,000**	6,000
Plymouth Congregational Church of Fort Wayne	**2,000**	2,000
The St. Joseph Community Health Foundation, Inc.	**21,051**	19,000
Waterfield Foundation	**1,000**	1,000
Wells Fargo & Company and subsidiaries	**-**	1,000
Total temporarily restricted contributions and grants—cash basis	**470,705**	272,946
Unrestricted contributions and grants—cash basis	**57,573**	21,797
Total contributions and grants—cash basis	**528,278**	294,743
Less pledges receivable at beginning of year	**(133,270)**	(137,618)
Plus pledges receivable at end of year	**119,630**	133,270
Total contributions and grants—accrual basis	**$ 514,638**	$ 290,395