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October 27, 2021

Board of Directors  
Meals on Wheels, Inc.  
d/b/a Partners in Nutrition Indiana  
P.O. Box 40969  
Indianapolis, IN 46240

We have reviewed the audit report of Meals on Wheels, Inc. d/b/a Partners in Nutrition Indiana, which was prepared by Capin Crouse, LLP, Independent Public Accountants, for the period July 1, 2019 to June 30, 2020. Per the *Independent Auditors' Report*, due to inadequacy of accounting records for the period ending June 30, 2020 Capin Crouse, LLP, was unable to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion of Meals on Wheels, Inc. d/b/a Partners in Nutrition Indiana and accordingly did not express an opinion on the financial statements. Please refer to the Basis for Disclaimer of Opinion paragraph of the *Independent Auditors' Report* on Page 1 for further detail.

In our opinion, Capin Crouse, LLP prepared the audit report in accordance with the guidelines established by the State Board of Accounts.

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

  
Paul D. Joyce, CPA  
State Examiner

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

Financial Statements  
With Independent Auditors' Report

June 30, 2020 and 2019

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

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## **INDEPENDENT AUDITORS' REPORT**

Board of Directors  
Meals on Wheels of Central Indiana, Inc.  
Indianapolis, Indiana

We were engaged to audit the accompanying financial statements of Meals on Wheels of Central Indiana, Inc., which comprise the statements of financial position as of June 30, 2020 and 2019, 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.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We were engaged to conduct our audits in accordance with auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

### ***Basis for Disclaimer of Opinion***

Complete detailed records and supporting data have not been maintained and were not available for our audits. We were also not able to test eligibility of participants and allowable program costs under the HIV Care Formula Grants (Ryan White HIV/AIDS Program Part B). Therefore, we were not able to obtain sufficient appropriate audit evidence about the amounts at which accounts receivable and deferred revenue are recorded in the accompanying statements of financial position at June 30, 2020 and 2019, (stated at \$539,443 and \$586,335, respectively, and \$1,374,739 and \$840,643, respectively) and the amounts of contributions and grants and program fees and reimbursements (stated at \$415,555 and \$183,643, respectively, and \$3,875,909 and \$2,698,424, respectively) and operating expenses (stated at \$5,028,104 and \$3,205,013, respectively) for the years then ended.

Board of Directors  
Meals on Wheels of Central Indiana, Inc.  
Indianapolis, Indiana

***Disclaimer of Opinion***

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.

*Capin Crouse LLP*

Indianapolis, Indiana  
September 28, 2021

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Statements of Financial Position

	June 30,	
	2020	2019
<b>ASSETS:</b>		
Cash and cash equivalents	\$ 516,033	\$ 306,891
Investments	464,535	351,644
Receivables:		
Accounts receivable, net	79,834	17,095
Grants receivable, net	459,609	569,240
Prepaid expenses and other assets	18,551	6,721
Property and equipment - net	1,287,142	1,286,067
<b>Total Assets</b>	<b>\$ 2,825,704</b>	<b>\$ 2,537,658</b>
<b>LIABILITIES AND NET ASSETS:</b>		
Accounts payable	\$ 263,254	\$ 297,907
Accrued expenses	88,350	84,628
Debt	624,430	330,692
Deferred revenue	1,374,739	840,643
<b>Total liabilities</b>	<b>2,350,773</b>	<b>1,553,870</b>
Net assets:		
Without donor restrictions	474,931	983,788
With donor restrictions	-	-
<b>Total net assets</b>	<b>474,931</b>	<b>983,788</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 2,825,704</b>	<b>\$ 2,537,658</b>

See notes to financial statements

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Statements of Activities

	Year Ended June 30,					
	2020			2019		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>OPERATING ACTIVITIES:</b>						
Operating Support:						
Contributions and grants	\$ 415,555	\$ -	\$ 415,555	\$ 183,643	\$ -	\$ 183,643
Special event income-net	82,544	-	82,544	57,502	-	57,502
	498,099	-	498,099	241,145	-	241,145
Operating Revenue:						
Program fees and reimbursements	3,875,909	-	3,875,909	2,698,424	-	2,698,424
Investment income	26,057	-	26,057	16,877	-	16,877
Rental income	71,231	-	71,231	84,193	-	84,193
Miscellaneous income	47,951	-	47,951	16,293	-	16,293
	4,021,148	-	4,021,148	2,815,787	-	2,815,787
<b>Total Operating Support and Revenue</b>	4,519,247	-	4,519,247	3,056,932	-	3,056,932
<b>RECLASSIFICATIONS:</b>						
Satisfaction of purpose restrictions	-	-	-	15,000	(15,000)	-

(continued)

See notes to financial statements

## MEALS ON WHEELS OF CENTRAL INDIANA, INC.

### Statements of Activities (continued)

	Year Ended June 30,					
	2020			2019		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
OPERATING EXPENSES:						
Program services	4,531,636	-	4,531,636	2,863,403	-	2,863,403
Supporting activities:						
General and administrative	311,243	-	311,243	218,934	-	218,934
Fundraising	185,225	-	185,225	122,676	-	122,676
	496,468	-	496,468	341,610	-	341,610
Total Operating Expenses	5,028,104	-	5,028,104	3,205,013	-	3,205,013
Change in Net Assets	(508,857)	-	(508,857)	(133,081)	(15,000)	(148,081)
Net Assets, Beginning of Year	983,788	-	983,788	1,116,869	15,000	1,131,869
Net Assets, End of Year	\$ 474,931	\$ -	\$ 474,931	\$ 983,788	\$ -	\$ 983,788

See notes to financial statements

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Statements of Cash Flows

	Year Ended June 30,	
	2020	2019
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in net assets	\$ (508,857)	\$ (148,081)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	59,373	47,479
Unrealized and realized gain on investments	(26,057)	(16,877)
Changes in:		
Receivables, net	46,892	(235,612)
Prepaid expenses and other assets	(11,830)	(1,141)
Accounts payable	(34,653)	(172,118)
Accrued expenses	3,722	59,288
Deferred revenue	534,096	840,643
Net Cash Provided by Operating Activities	62,686	373,581
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of investments	(166,095)	(82,237)
Proceeds from sale of investments	79,261	79,320
Purchase of property and equipment	(60,448)	(83,882)
Net Cash Used by Investing Activities	(147,282)	(86,799)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from line of credit	50,000	76,000
Payments on line of credit	(50,000)	(76,000)
Payments on debt	(15,932)	(13,169)
Proceeds from paycheck protection program loan	309,670	-
Net Cash Provided (Used) by Financing Activities	293,738	(13,169)
Change in Cash and Cash Equivalents	209,142	273,613
Cash and Cash Equivalents, Beginning of Year	306,891	33,278
Cash and Cash Equivalents, End of Year	\$ 516,033	\$ 306,891
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:</b>		
Cash paid for interest	\$ 15,517	\$ 18,107

See notes to financial statements

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Statement of Functional Expenses

Year Ended June 30, 2020

	Program Services	General and Administrative	Fundraising	Costs of Direct Benefit to Donors	Total
Meal costs	\$2,468,004	\$ -	\$ -	\$ -	\$2,468,004
Salaries and benefits	1,703,869	182,474	127,716	-	2,014,059
Building, depreciation and auto	326,556	32,406	19,610	-	378,572
Professional fees	-	18,690	4,673	-	23,363
Other costs for special events	-	-	18,680	9,433	28,113
Other	33,207	77,673	14,546	-	125,426
	4,531,636	311,243	185,225	9,433	5,037,537
Less costs of direct benefit to donors netted against support on the statements of activities	-	-	-	(9,433)	(9,433)
Total expenses on the statements of activities	\$4,531,636	\$ 311,243	\$ 185,225	\$ -	\$ 5,028,104

See notes to financial statements

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Statement of Functional Expenses

Year Ended June 30, 2019

	Program Services	General and Administrative	Fundraising	Costs of Direct Benefit to Donors	Total
Meal costs	\$ 1,501,341	\$ -	\$ -	\$ -	\$ 1,501,341
Salaries and benefits	1,004,538	104,534	73,174	-	1,182,246
Building, depreciation and auto	201,455	24,504	14,661	-	240,620
Professional fees	-	44,317	11,079	-	55,396
Other costs for special events	-	-	17,787	10,025	27,812
Other	156,069	45,579	5,975	-	207,623
	2,863,403	218,934	122,676	10,025	3,215,038
Less costs of direct benefit to donors netted against support on the statements of activities	-	-	-	(10,025)	(10,025)
Total expenses on the statements of activities	\$2,863,403	\$ 218,934	\$ 122,676	\$ -	\$3,205,013

See notes to financial statements

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Notes to the Financial Statements

June 30, 2020 and 2019

1. NATURE OF ORGANIZATION:

Meals on Wheels of Central Indiana, Inc. (Organization) incorporated November 17, 1970, delivers meals to the homebound and the elderly in the Indianapolis area, using predominantly volunteer drivers who donate their time and vehicles. The Organization is supported primarily through donor contributions, grants, and allocations from the United Way.

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (Code) as a charitable organization whereby only unrelated business income, as defined by Section 512(a)(1) of the Code, is subject to federal income tax. The Organization currently has no unrelated business income. Accordingly, no provision for income taxes has been recorded.

2. SIGNIFICANT ACCOUNTING POLICIES:

The accompanying financial statements have been prepared on the accrual basis of accounting. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader. The 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 and disclosures at the date of the financial statements. Actual results could differ from those estimates.

### CASH AND CASH EQUIVALENTS AND CREDIT RISK

For purposes of the statements of financial position and statements of cash flows, the Organization considers cash on hand, cash in checking accounts, money market accounts, certificates of deposit, and other investments with original maturities of three months or less to be cash and cash equivalents. From time to time, these accounts may exceed federally insured limits. However, the Organization has not experienced any losses on these accounts and does not believe it is exposed to any significant risk. As of June 30, 2020 and 2019, the Organization held \$598,588 and \$55,881, respectively, which was not covered by FDIC.

### INVESTMENTS

Investments in mutual funds, certificates of deposit and beneficial interest in known pool of assets are stated at fair value. The cost assigned to investments received by gift is the fair value at the date the gift is received. The net realized and unrealized gains (losses) and interest and dividends are reflected in the statements of activities as investment income.

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Notes to the Financial Statements

June 30, 2020 and 2019

### 2. SIGNIFICANT ACCOUNTING POLICIES, continued:

#### RECEIVABLES

The Organization carries its accounts receivable and grants receivable at invoiced amounts, less an allowance for financial assistance. Grants receivable consist of government grants for services performed and not yet reimbursed. On a periodic basis, the Organization evaluates its accounts receivable and establishes an allowance for financial assistance, based on history of past assistance, collections, and current credit conditions. Management has established an allowance for financial assistance of \$10,000 and \$50,000 for the years ended June 30, 2020 and 2019, respectively. The Organization's policy is not to accrue interest on past due trade receivables.

#### PROPERTY AND EQUIPMENT

Property and equipment greater than \$500 are recorded at cost. Donated assets are capitalized at the estimated fair market value at date of receipt. Any donated assets are reported as without donor restrictions 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 assets 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 net assets with donor restrictions to net assets without donor restrictions at that time. Depreciation is computed using the straight-line method.

#### NET ASSETS

The financial statements have been prepared in accordance with the *Presentation of Financial Statements* topic of the Financial Accounting Standard Board (FASB) Accounting Standards Codification (ASC) which requires, among other things, that the financial statements report the changes in and total of each of the net asset classes, based upon donor restrictions, as applicable.

*Net assets without donor restrictions* represent amounts available for the use of the Organization under the direction of management and the board.

*Net assets with donor restrictions* represent amounts contributed with donor stipulations for specific operating purposes or programs.

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Notes to the Financial Statements

June 30, 2020 and 2019

### 2. SIGNIFICANT ACCOUNTING POLICIES, continued:

#### PUBLIC SUPPORT, REVENUE, AND RECLASSIFICATIONS

Revenue is reported when earned. Support is reported when contributions are made, which may be when cash is received, unconditional promises are made, or ownership of other assets is transferred to the Organization.

Donated marketable securities, property, equipment, and other non-cash assets are recorded as contributions at their estimated fair values at the date of donation.

#### EXPENSES, ALLOCATION OF EXPENSES, AND JOINT COSTS

Expenses are reported when incurred and on a functional basis on the statements of activities and the statements of functional expenses. Accordingly, certain costs, such as salaries and benefits, and depreciation have been allocated among the program services and supporting activities benefited. For the years ended June 30, 2020 and 2019, expenses were allocated among the functional categories on the basis of specific identification and estimates of time spent and benefits derived. The Organization incurred no joint costs for the years ended June 30, 2020 and 2019.

#### ADVERTISING

Advertising costs are expensed as incurred, and include promotional materials and activities. Advertising expenses are reported as part of fundraising expenses on the statements of functional expenses. The total amount expensed as incurred for the years ended June 30, 2020 and 2019, was \$9,980 and \$1,197, respectively.

#### RECENTLY ADOPTED ACCOUNTING STANDARDS

ASU 2018-08 updates the *Not-for-Profit Entities* topic of the FASB ASC. This ASU clarifies the scope and accounting guidance for contributions received and contributions made. The Organization adopted the provisions of this new standard during the year ended June 30, 2020, and has implemented the guidance on a modified retrospective approach, meaning, changes are only applied to the portion of revenue that has not yet been recognized before the adoption of this ASU. Adoption of this standard had no effect on the change in net assets or net assets in total.

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Notes to the Financial Statements

June 30, 2020 and 2019

### 3. AVAILABILITY OF FINANCIAL ASSETS:

The following reflects the Organization's financial assets, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statements of financial position dates.

	June 30,	
	2020	2019
Financial assets:		
Cash and cash equivalents	\$ 516,033	\$ 306,891
Investments	464,535	351,644
Receivables, net	539,443	586,335
Financial assets, end of year	<u>1,520,011</u>	<u>1,244,870</u>
Less those unavailable for general expenditures within one year, due to:		
Board designated quasi-endowment fund	<u>(39,258)</u>	<u>(39,212)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,480,753</u>	<u>\$ 1,205,658</u>

The Organization is substantially supported by contributions. As part of its liquidity management, the Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. To help manage unanticipated liquidity needs, the Organization maintains a revolving line of credit in the amount of \$50,000. The Organization does not intend to spend from its quasi-endowment beyond the amounts appropriated for general expenditures of its annual budget approval for appropriation. However, amounts from the quasi-endowment could be made available within the next twelve months, if needed. As of June 30, 2020 and 2019, these board designated funds remained in investments and the board does not anticipate a need for the funds.

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Notes to the Financial Statements

June 30, 2020 and 2019

4. INVESTMENTS:

Investments consist of the following at June 30, 2020:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Fair Value
Mutual funds	\$ 222,963	\$ -	\$ 222,963
Certificates of deposit	-	198,804	198,804
Beneficial interest in known pool of assets	-	39,258	39,258
	222,963	238,062	461,025
Investments other than at fair value:			
Cash equivalents			3,510
	\$ 222,963	\$ 238,062	\$ 464,535

Reconciliation to the statements of activities:

Investment gains	\$ 27,128
Investment fees	(1,071)
	\$ 26,057

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Notes to the Financial Statements

June 30, 2020 and 2019

4. INVESTMENTS, continued:

Investments consist of the following at June 30, 2019:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Fair Value
Mutual funds	\$ 215,842	\$ -	\$ 215,842
Certificates of deposit	-	81,948	81,948
Beneficial interest in known pool of assets	-	39,212	39,212
	215,842	121,160	337,002
Investments other than at fair value:			
Cash equivalents			14,642
	\$ 215,842	\$ 121,160	\$ 351,644

Reconciliation to the statements of activities:

Investment gains	\$ 17,886
Investment fees	(1,009)
	\$ 16,877

The Organization uses appropriate valuation techniques to determine fair value based on inputs available. When available, the Organization measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available.

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Notes to the Financial Statements

June 30, 2020 and 2019

### 4. INVESTMENTS, continued:

#### *Level 1 Fair Value Measurements*

The fair values of mutual funds are based on quoted market prices.

#### *Level 2 Fair Value Measurements*

The fair values of the certificates of deposit are based on yields for securities of comparable maturity, quality, and type as obtained from market makers.

*Beneficial interest in known pool of assets* - The Organization owns units in a pool of assets and the holding entity owns the underlying assets consisting of mutual funds, fixed income funds, alternative investments, and cash and cash equivalents. The beneficial interest has no redemption limitations, and therefore is recorded at Level 2 in the fair value table.

#### *Level 3 Fair Value Measurements*

Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. There were no Level 3 investments at June 30, 2020 and 2019.

### 5. PROPERTY AND EQUIPMENT-NET:

Property and equipment-net, consists of the following:

	June 30,	
	2020	2019
Building	\$ 1,434,208	\$ 1,425,059
Delivery vehicles and equipment	181,610	133,486
Computer equipment	80,004	76,829
Furniture and fixtures	42,600	42,600
	<u>1,738,422</u>	<u>1,677,974</u>
Less accumulated depreciation	<u>(451,280)</u>	<u>(391,907)</u>
	<u>\$ 1,287,142</u>	<u>\$ 1,286,067</u>

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Notes to the Financial Statements

June 30, 2020 and 2019

6. DEBT:

Debt consists of:

	June 30,	
	2020	2019
Long-term note, with an interest rate of 3.75% and a maturity date of March 9, 2029, and monthly payments of \$2,742.	\$ 314,760	\$ 330,692
Paycheck Protection Program (PPP) loan, with an interest rate of 1.00% and a maturity date of April 14, 2022. See further description below.	309,670	-
Total debt	\$ 624,430	\$ 330,692

Annual maturities are as follows:

Year Ending June 30,		
2021	\$	314,760
2022		309,670
	\$	624,430

For the years ended June 30, 2020 and 2019, the Organization was not in compliance with all long-term note covenants. Therefore, the long-term note is shown as current.

### PAYCHECK PROTECTION PROGRAM LOAN

The PPP loan is administered by the Small Business Administration (SBA) under the U.S. Coronavirus Aid, Relief, and Economic Security (CARES) Act. This unsecured loan, dated April 14, 2020, is in the amount of \$309,670 with a fixed interest rate of 1%. The maturity date is April 14, 2022. The Organization applied for loan forgiveness based upon the qualification outlined by the SBA in the respective loan agreement and received formal forgiveness after year end. See Note 13.

7. LINE OF CREDIT:

The Organization entered into a revolving line of credit agreement with a borrowing limit of \$50,000 with an interest rate of 3.75%. Payments of interest only are due monthly and all outstanding principal plus accrued unpaid interest is due on March 18, 2021. Interest expense totaled \$152 and \$196 for the years ended June 30, 2020 and 2019, respectively. There was no outstanding balance at June 30, 2020 and 2019.

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Notes to the Financial Statements

June 30, 2020 and 2019

8. NET ASSETS WITHOUT DONOR RESTRICTIONS:

Net assets without donor restrictions consist of the following:

	June 30,	
	2020	2019
Undesignated	\$ 435,673	\$ 944,576
Board designated endowment	39,258	39,212
	\$ 474,931	\$ 983,788

9. SIMPLE RETIREMENT PLAN:

The Organization has a Simple Retirement Plan for those employees who meet the eligibility requirements of the plan. The Organization is required to contribute 3% of annual compensation for employees eligible to participate. The contributions amounted to \$14,593 and \$8,084 for the years ended June 30, 2020 and 2019, respectively.

10. OPERATING LEASES:

The Organization's office equipment is under a non-cancellable operating lease. Total rent expense for the years ended June 30, 2020 and 2019, was \$4,203 and \$3,559, respectively. Future minimum lease payments under non-cancellable operating leases are as follows:

Year Ending June 30,	
2021	\$ 5,530
2022	5,530
2023	5,010
2024	2,410
2025	2,410
Thereafter	803
	\$ 21,693

11. RELATED PARTY TRANSACTIONS:

The Organization uses consulting services from a firm that is owned by a member of the Board of Directors. During the years ended June 30, 2020 and 2019, the Organization paid \$9,000 and \$9,200, respectively, to this consulting firm.

# MEALS ON WHEELS OF CENTRAL INDIANA, INC.

## Notes to the Financial Statements

June 30, 2020 and 2019

12. RISKS AND UNCERTANITIES:

In March 2020, the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. Non-profit organizations throughout the United States were forced to temporarily cancel or severely limit in-person activities to stop the spread of the virus. The Organization cannot reasonably estimate the length or severity of this pandemic and also cannot estimate with any certainty the effect COVID-19 will have on its financial position, results of operations, and cash flows in 2021.

The Organization is under investigation by the Inspector General of the state of Indiana in regards to misappropriation of Ryan White grant funds. Depending on the results of the investigation, the Organization may need to reimburse the state for grant funds. The amount of potential reimbursement is unknown until the completion of the investigation.

13. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through September 28, 2021, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.

On May 3, 2021, the Organization received formal forgiveness stating that the PPP loan was fully forgiven.