



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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January 24, 2023

Board of Directors
Aging and In-Home Services of Northeast Indiana, Inc.
8101 W. Jefferson Blvd
Fort Wayne, IN 46804

We have reviewed the audit report of Aging and In-Home Services of Northeast Indiana, Inc. which was opined upon by Comer, Nowling and Associates, PC, Independent Public Accountants, for the period July 1, 2020 to June 30, 2021. Per the *Independent Auditor's Report* the financial statements included in the report present fairly the financial condition of Aging and In-Home Services of Northeast Indiana, Inc. as of June 30, 2021 and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, Comer, Nowling and Associates, PC 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.

A handwritten signature in cursive script that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

**Aging and In-Home Services
of Northeast Indiana, Inc.
And Affiliates**

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**Consolidated Financial Statements
For The Years Ended
June 30, 2021 and 2020
(With Single Audit Section)**

COMER  NOWLING

INDUSTRY ESTABLISHED | FOCUSED ON QUALITY

Certified Public Accountants

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
(Fort Wayne, Indiana)
CONSOLIDATED FINANCIAL STATEMENTS**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Aging and In-Home Services of Northeast Indiana, Inc. and Affiliates

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Aging and In-Home Services of Northeast Indiana, Inc. and Affiliates (a nonprofit organization), which comprise the consolidated statements of financial position as of June 30, 2021 and 2020, and the related consolidated 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 and the standards applicable to financial audits contained *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of Aging and In-Home Services of Northeast Indiana, Inc. and Affiliates as of June 30, 2021 and 2020, 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.

Other Matters

Our audits were conducted for the purpose of forming an opinion on the financial statements of Aging and In-Home Services of Northeast Indiana, Inc. and Affiliates as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards*, and is not a required part of the financial statements. The schedule of expenditures of state and local awards is presented for informational purposes only. 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2021 on our consideration of Aging and In-Home Services of Northeast Indiana, Inc. and Affiliates' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Comer, Nowling And Associates, P.C.

Comer, Nowling And Associates, P.C.

Indianapolis, Indiana

December 2, 2021

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2021 AND 2020**

ASSETS

CURRENT ASSETS:	<u>2021</u>	<u>2020</u>
Cash and cash equivalents	\$ 3,261,661	\$ 2,703,323
Grants and contributions receivable	1,146,267	1,892,735
Accounts receivable	904,661	274,553
Prepaid expenses	<u>204,494</u>	<u>114,204</u>
Total current assets	<u>5,517,083</u>	<u>4,984,815</u>
 FIXED ASSETS:		
Land	208,425	208,425
Building	3,422,845	3,406,181
Equipment	<u>1,368,483</u>	<u>1,107,026</u>
	4,999,753	4,721,632
Less accumulated depreciation	<u>(1,892,194)</u>	<u>(1,627,254)</u>
	3,107,559	3,094,378
Fixed assets not yet placed in service	<u>-</u>	<u>102,185</u>
Total fixed assets, net	<u>3,107,559</u>	<u>3,196,563</u>
 OTHER ASSETS		
Beneficial interest	40,318	29,198
Investment in affiliate	<u>548,665</u>	<u>1,278,967</u>
Total other assets	<u>588,983</u>	<u>1,308,165</u>
Total assets	<u><u>\$ 9,213,625</u></u>	<u><u>\$ 9,489,543</u></u>

See accompanying notes to consolidated financial statements.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONTINUED)
JUNE 30, 2021 AND 2020**

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:	<u>2021</u>	<u>2020</u>
Accounts payable	\$ 379,603	\$ 703,352
Accrued payroll, taxes, and related expenses	582,646	431,322
Current portion - long term debt	<u>65,401</u>	<u>63,727</u>
Total current liabilities	<u>1,027,650</u>	<u>1,198,401</u>
 LONG TERM LIABILITIES		
Notes payable	<u>1,686,781</u>	<u>1,743,094</u>
Total liabilities	<u>2,714,431</u>	<u>2,941,495</u>
 NET ASSETS:		
Without donor restrictions	6,470,104	6,486,902
With donor restrictions	<u>29,090</u>	<u>61,146</u>
Total net assets	<u>6,499,194</u>	<u>6,548,048</u>
Total liabilities and net assets	<u><u>\$ 9,213,625</u></u>	<u><u>\$ 9,489,543</u></u>

See accompanying notes to consolidated financial statements.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2021**

REVENUE AND OTHER SUPPORT	Without Donor Restrictions	With Donor Restrictions	2021 Totals
Federal grants	\$ 4,391,715	\$ -	\$ 4,391,715
State and local grants and fees	6,055,366	-	6,055,366
Other grants	114,076	-	114,076
Program service revenue	577,913	-	577,913
Contributed cash	66,817	13,500	80,317
In-kind contributions	514,212	-	514,212
Rent income	303,156	-	303,156
Other income	916,820	-	916,820
Change in equity investment	(730,302)	-	(730,302)
	<u>12,209,773</u>	<u>13,500</u>	<u>12,223,273</u>
Net assets released from restrictions	<u>45,556</u>	<u>(45,556)</u>	<u>-</u>
Total revenue and other support	<u>12,255,329</u>	<u>(32,056)</u>	<u>12,223,273</u>
OPERATING EXPENSES			
Nutrition	2,478,564	-	2,478,564
Aging direct services	1,995,096	-	1,995,096
Case management/option counseling	6,138,132	-	6,138,132
Management and general	853,837	-	853,837
Affiliates	806,498	-	806,498
Total operating expenses	<u>12,272,127</u>	<u>-</u>	<u>12,272,127</u>
INCREASE (DECREASE) IN NET ASSETS	(16,798)	(32,056)	(48,854)
NET ASSETS - BEGINNING OF YEAR	<u>6,486,902</u>	<u>61,146</u>	<u>6,548,048</u>
NET ASSETS - END OF YEAR	<u>\$ 6,470,104</u>	<u>\$ 29,090</u>	<u>\$ 6,499,194</u>

See accompanying notes to consolidated financial statements.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATE
CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2020**

REVENUE AND OTHER SUPPORT	Without Donor Restrictions	With Donor Restrictions	2020 Totals
Federal grants	\$ 4,262,789	\$ -	\$ 4,262,789
State and local grants and fees	6,140,077	-	6,140,077
Other grants	61,030	50,000	111,030
Program service revenue	458,525	-	458,525
Contributed cash	177,516	15,590	193,106
In-kind contributions	545,595	-	545,595
Rent Income	170,264	-	170,264
Other income	1,158,797	-	1,158,797
Gain (loss) on disposal of assets	2,518,782	-	2,518,782
Change in equity investment	(776,033)	-	(776,033)
	<u>14,717,342</u>	<u>65,590</u>	<u>14,782,932</u>
Net assets released from restrictions	<u>57,697</u>	<u>(57,697)</u>	<u>-</u>
Total revenue and other support	<u>14,775,039</u>	<u>7,893</u>	<u>14,782,932</u>
OPERATING EXPENSES			
Nutrition	2,249,303	-	2,249,303
Aging direct services	1,693,627	-	1,693,627
Case management/option counseling	5,528,986	-	5,528,986
Population health	252,011	-	252,011
Management and general	703,143	-	703,143
Fundraising	47,489	-	47,489
Affiliates	815,391	-	815,391
Total operating expenses	<u>11,289,950</u>	<u>-</u>	<u>11,289,950</u>
INCREASE (DECREASE) IN NET ASSETS	3,485,089	7,893	3,492,982
NET ASSETS - BEGINNING OF YEAR	<u>3,001,813</u>	<u>53,253</u>	<u>3,055,066</u>
NET ASSETS - END OF YEAR	<u>\$ 6,486,902</u>	<u>\$ 61,146</u>	<u>\$ 6,548,048</u>

See accompanying notes to consolidated financial statements.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Nutrition</u>	<u>Aging Direct Services</u>	<u>Case Management/ Option Counseling</u>	<u>Management & General</u>	<u>Fundraising</u>	<u>Area III Properties, Inc.</u>	<u>Community Living Resources, LLC</u>	<u>2021 Total</u>
OPERATING EXPENSES								
Personnel	\$ 565,064	\$ 16,311	\$ 5,180,693	\$ 719,254	\$ -	\$ 35,083	\$ 244,535	\$ 6,760,940
Food	1,394,832	-	-	-	-	-	-	1,394,832
Meal delivery	75,384	-	-	-	-	-	-	75,384
Home health care	-	1,279,256	-	-	-	-	-	1,279,256
Adult day care	-	13,821	-	-	-	-	-	13,821
Respite services	-	112,266	-	-	-	-	-	112,266
Transportation services	-	236,208	-	-	-	-	-	236,208
Community outreach	327	11	5,409	391	-	-	39	6,177
Occupancy	30,124	806	114,812	16,299	-	228,026	4,509	394,576
Telephone	17,000	175	36,623	6,542	-	117	713	61,170
Postage	9,948	269	44,465	7,084	-	84	898	62,748
Contracted services	56,802	1,313	273,409	37,568	-	314	84,982	454,388
Materials and supplies	86,748	373	148,456	18,900	-	1,066	3,223	258,766
Insurance	24,256	301	40,513	7,435	-	3,507	743	76,755
Equipment expense	21,314	154	10,707	5,822	-	2,784	458	41,239
Travel	491	12	25,642	592	-	1	804	27,542
Dues and subscriptions	25,432	522	82,882	15,278	-	100	2,567	126,781
Conferences and training	4,792	116	17,110	3,692	-	86	944	26,740
Depreciation	-	-	152,162	-	-	112,778	-	264,940
In-kind expense	166,050	333,182	-	14,980	-	-	-	514,212
Interest	-	-	3,396	-	-	77,146	-	80,542
Other	-	-	1,853	-	-	-	991	2,844
Total operating expenses	<u>\$ 2,478,564</u>	<u>\$ 1,995,096</u>	<u>\$ 6,138,132</u>	<u>\$ 853,837</u>	<u>\$ -</u>	<u>\$ 461,092</u>	<u>\$ 345,406</u>	<u>\$ 12,272,127</u>

See accompanying notes to consolidated financial statements.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2020**

	Nutrition	Aging Direct Services	Case Management/ Option Counseling	Population Health	Management & General	Fundraising	Area III Properties, Inc.	Community Living Resources, LLC	PACE	2020 Total
OPERATING EXPENSES										
Personnel	\$ 647,811	\$ -	\$ 4,173,476	\$ 206,664	\$ 619,453	\$ -	\$ -	\$ 155,650	\$ 41,563	\$ 5,844,617
Food	990,743	-	-	-	-	-	-	-	-	990,743
Meal delivery	-	-	-	-	-	-	-	-	-	-
Home health care	14,571	1,234,966	11,942	14	269	-	-	-	565	1,262,327
Adult day care	-	27,446	-	-	-	-	-	-	-	27,446
Respite services	-	124,515	-	-	-	-	-	-	-	124,515
Transportation services	-	306,700	-	-	-	-	-	-	-	306,700
Other assistance	-	-	-	-	-	-	-	-	-	-
Occupancy	22,345	-	106,834	1,745	13,803	-	143,248	-	12,126	300,101
Telephone	11,447	-	28,779	393	2,301	-	-	-	857	43,777
Postage	5,120	-	20,341	191	2,158	-	-	-	628	28,438
Contracted services	50,795	-	180,265	4,577	53,563	47,483	10	2,538	110,010	449,241
Materials and supplies	175,994	-	265,156	13,881	30,963	-	76,523	-	14,011	576,528
Insurance	15,423	-	24,875	587	3,611	-	-	-	3,820	48,316
Equipment expense	126,690	-	120,394	256	(209,179)	-	-	-	12,686	50,847
Travel	9,411	-	106,171	5,843	8,877	-	-	-	4,155	134,457
Dues and subscriptions	16,979	-	57,826	462	9,594	-	-	-	18,476	103,337
Conferences and training	2,359	-	16,093	16,824	3,830	-	-	-	3,820	42,926
Depreciation	-	-	-	-	111,114	-	94,791	-	-	205,905
In-kind expense	152,387	-	380,133	-	14,736	-	-	-	-	547,256
Interest	-	-	-	-	475	-	41,800	2,031	-	44,306
Other	7,228	-	36,701	574	37,575	6	13,581	59,910	2,592	158,167
Total operating expenses	<u>\$ 2,249,303</u>	<u>\$ 1,693,627</u>	<u>\$ 5,528,986</u>	<u>\$ 252,011</u>	<u>\$ 703,143</u>	<u>\$ 47,489</u>	<u>\$ 369,953</u>	<u>\$ 220,129</u>	<u>\$ 225,309</u>	<u>\$ 11,289,950</u>

See accompanying notes to consolidated financial statements.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:		
Increase in net assets	\$ (48,854)	\$ 3,492,982
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities:		
Depreciation	264,940	205,905
(Gain) loss on disposal of assets	-	41,721
Gain on sale of membership units of PACE	-	(2,560,000)
Change in equity investment	730,302	776,033
Increase (decrease) in cash from changes in:		
Grants and contributions receivable	746,468	(359,936)
Accounts receivable	(630,108)	218,304
Prepaid expenses	(90,290)	(65,283)
Accounts payable	(323,749)	50,580
Accrued payroll, taxes and related expenses	151,324	70,166
	<u>800,033</u>	<u>1,870,472</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	(175,936)	(1,762,139)
Investment in affiliate	-	(2,055,000)
Proceeds from sale of membership units for PACE	-	2,560,000
Net change in beneficial interest	(11,120)	826
	<u>(187,056)</u>	<u>(1,256,313)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from notes payable	20,175	1,395,116
Principal payments against notes payable	(74,814)	(73,154)
	<u>(54,639)</u>	<u>1,321,962</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	558,338	1,936,121
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>2,703,323</u>	<u>767,202</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 3,261,661</u>	<u>\$ 2,703,323</u>
Supplemental disclosures of Cash Flow Information:		
Cash paid during the year for interest	<u>\$ 77,145</u>	<u>\$ 41,800</u>

See accompanying notes to consolidated financial statements.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 – NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF OPERATIONS

Aging and In-Home Services of Northeast Indiana, Inc. (the "Organization") is an Indiana nonprofit corporation whose mission is to promote dignity, independence, and advocacy for older adults and individuals with disabilities. As an Area Agency on Aging designated by the State of Indiana, the Organization is responsible for planning, funding and providing home and community-based services in a nine-county area that includes Adams, Allen, DeKalb, Huntington, LaGrange, Noble, Steuben, Wells and Whitley. Building on the traditional base of services, the Organization has recently developed strategic alliances with both health and academic partners that have expanded its reach geographically to include central Indiana and western Ohio and expanded its work to include integrated care transitions and accomplish person-centered research projects to benefit our populations. The Organization's operations are funded through grants and contracts from federal and state governmental agencies, private foundations, the United Way and individual donors.

PRINCIPLES OF CONSOLIDATION

The accompanying consolidated financial statements include the accounts of Aging and In-Home Services of Northeast Indiana, Inc., Area III Properties, Inc., and Community Living Resources, LLC (the "Affiliates") because the three organizations share the same Board of Directors and because Aging and In-Home Services of Northeast Indiana, Inc. has an economic interest in Area III Properties, Inc. and Community Living Resources, LLC. Area III Properties, Inc. is an Indiana nonprofit corporation organized exclusively to hold property that it leases to Aging and In-Home Services of Northeast Indiana, Inc. Community Living Resources, LLC is an Indiana for-profit company and provides a corporate arm for Aging and In-Home Services to expand its work in the field of integrated medical and social care with an emphasis on building alliances, partnerships and new ventures with health care partners.

PACE of Northeast Indiana, LLC is an Indiana limited liability company. PACE (Programs of All-Inclusive Care for the Elderly) is a Medicare and Medicaid program that helps people age 55 or older meet health care needs in the community in lieu of a nursing home or other care facility. On January 24, 2020, the Organization sold half of its member units to Parkview Hospital. Though economic interest exists, the Organization does not maintain control and therefore PACE, LLC will not be consolidated after the sale to Parkview Hospital.

All material transactions and balances between the entities have been eliminated in these consolidated financial statements.

BASIS OF ACCOUNTING

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 – NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (continued)

INCOME TAX STATUS

Aging and In-Home Services of Northeast Indiana, Inc. is exempt from income tax under Internal Revenue Code Section 501(c)(3) and a similar section of the Indiana Code. Area III Properties, Inc. is exempt from income taxes under Internal Revenue Code Section 501(c)(2) and a similar section of the Indiana Code. Consequently, the accompanying financial statements do not generally include any provision for income taxes. The Internal Revenue Service classifies both entities as other than private foundations under internal Revenue Code Section 509(a)(1).

In addition, since Community Living Resources, LLC is wholly owned by Aging and In-Home Services, Inc., per Internal Revenue Code, an LLC is considered to be a “disregarded entity” for tax purposes, meaning that all revenues and expenses of the LLC are reported as part of the Aging and In-Home Services, Inc. corporate tax return. No income tax return is required to be prepared for the sole-member LLC.

The Organization recognizes a tax benefit only if it is more likely than not the tax position would be sustained in a tax examination, with a tax examination being presumed to occur. The amount recognized will be the largest amount of tax benefit that is greater than 50% likely of being realized on examination. For tax positions not meeting the more-likely-than-not test, no tax benefit will be recorded. The Organization has examined this issue and has determined there are no material contingent tax liabilities.

FINANCIAL STATEMENT PRESENTATION

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board. Per the applicable standards, Aging and In-Home Services of Northeast Indiana, Inc. is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

A description of the net asset classes follows:

Net assets without donor restrictions represent the portion of net assets of Aging and In-Home Services of Northeast Indiana, Inc. that is not subject to donor-imposed restrictions. Net assets without donor restrictions include expendable funds available for the support of the Organization. Board designated net assets are net assets without donor restrictions with self-imposed designations by action of the governing board.

Net assets with donor restrictions represent contributions and other inflows of assets whose use by Aging and In-Home Services of Northeast Indiana, Inc. is limited by donor-imposed stipulations that either expire by passage of time, can be fulfilled and removed by actions of Aging and In-Home Services of Northeast Indiana, Inc. pursuant to those stipulations, or net assets that must be held in perpetuity.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 – NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (continued)

FINANCIAL STATEMENT PRESENTATION – (continued)

Net assets with donor restrictions also include, pursuant to Indiana law, cumulative appreciation and reinvested gains on net assets with donor restrictions that are held in perpetuity, which have not been appropriated by the Board of Directors.

CASH AND CASH EQUIVALENTS

The Organization considers time deposits, certificates of deposit, and other highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

GRANTS, CONTRIBUTIONS AND ACCOUNTS RECEIVABLE

Grants and contributions receivable consist of reimbursements due under government cost-reimbursement awards and unconditional promises to give to the Organization. All amounts are due within one year, and no allowance for collectible's is considered necessary. Accounts receivable consist primarily of amounts due for services rendered, and no allowance for collectible's is considered necessary.

REVENUE RECOGNITION

The majority of the Organization's revenue is earned under cost-reimbursement awards from governmental agencies. Revenues are recognized under such awards when costs allowable under the terms of the awards are incurred. Advances received in excess of allowable costs are reported as liabilities.

The Organization reports grants and contributions of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions. However, contributions received with donor-imposed restrictions in which the restrictions are satisfied in the same reporting received are reported as net assets without donor restrictions.

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. Amortization of the discounts is included in contributions revenue. Conditional promises to give are not recognized as revenue until the conditions are substantially met.

Fees for services are recognized as revenue when performance obligations are satisfied which is at the point of service. Fees charged are for services rendered in the month performed. Fees received in advance of substantial performance are reported as liabilities.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 – NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (continued)

REVENUE RECOGNITION – (continued)

Contributions of services are recognized as revenue at their estimated fair value only when the services received create or enhance non-financial assets or require specialized skills possessed by the individuals providing the service and the service would typically need to be purchased if not donated. The value of contributed services meeting the criteria for recognition and recognized in the accompanying financial statements was \$81,680 and \$23,366 for the years ended June 30, 2021 and 2020, respectively. Management estimates the value of contributed services received during the year ended June 30, 2021 and 2020 that did not meet the criteria for recognition to be \$0 and \$1,660, respectively.

The Organization uses certain facilities for its Nutrition program without charge or at reduced charge. The difference between the fair value for the use of these facilities and their cost are recognized as revenue and expense. The Organization recognized \$45,463 and \$49,254 of revenue for contributed facilities in the accompanying consolidated financial statements during the years ended June 30, 2021 and 2020, respectively.

The Organization received certain goods and services for its Nutrition and Transportation programs without charge or at reduced charge. The difference between the fair value for the use of these facilities and their cost are recognized as revenue and expense. The Organization recognized \$387,069 and \$472,975 of revenue for contributed goods in the accompanying consolidated financial statements during the years ended June 30, 2021 and 2020, respectively.

PROPERTY AND EQUIPMENT

Property and equipment is stated at cost, if acquired, or at fair value at the date of receipt, if donated, less accumulated depreciation. Equipment with a unit cost below \$5,000 is expensed in the period acquired. Depreciation is computed by the straight-line method over the estimated useful lives of the assets, which are generally as follows:

Building	10 - 40 years
Equipment.....	5 - 10 years

Substantially all of the Organization's equipment has been purchased with governmental grant funds. Disposition of these assets, as well as, the ownership of any sale proceeds, is subject to funding source and other regulatory directives. When property is sold, retired or otherwise disposed of, the related cost and accumulated depreciation are eliminated from the accounts and any resulting gain or loss is credited or charged to income. Expenditures for maintenance and repairs are expensed when incurred.

The depreciation expense incurred by the Organization on corporate owned property and equipment totaled \$152,162 and \$111,114 for the years ended June 30, 2021 and 2020, respectively. The depreciation expense incurred by the Affiliates totaled \$112,778 and \$94,791 for the years ended June 30, 2021 and 2020, respectively.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 – NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (continued)

USE OF ESTIMATES

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

- Revenue earned from cost-reimbursement awards: The majority of the Organization's revenue is earned on such awards from governmental agencies that are governed by cost principles and other administrative and programmatic regulations and are subject to audit by regulatory authorities. It is at least reasonably possible that revenue earned under such awards will be adjusted upon audit.
- The valuation of contributed facilities, which is based on rents for comparable facilities.
- The allocations of costs among programs and the supporting services, which are based on time and facility usage studies and other cost allocation methods.

COST ALLOCATION

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities and in the Statement of Functional Expenses. Joint costs (including general and administrative costs) are allocated to programs, grants and contracts using a base that is most appropriate to those particular costs. Considerations in determining an appropriate base include:

- The relative benefit
- The materiality of the cost
- The amount of time and cost to perform the allocation

Cost allocation methods are as follows:

- All allowable direct costs are charged directly whenever possible.
- All allowable joint or shared costs are allocated to the benefiting programs using a rationale most appropriate for that cost. Some costs will be further allocated to multiple funding sources, when applicable.
- All other allowable general and administrative costs are allocated using an appropriate rationale which fairly allocates costs based on benefits to the particular program.

The Organization's cost allocation plan is revised if significant changes occur during the year.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 – NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (continued)

FAIR VALUE OF FINANCIAL INSTRUMENTS

The FASB Accounting Standards Codification topic “Fair Value Measurement” defines fair value as the price that would be received for an asset or paid to transfer a liability (an exit price) in the Organization’s principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The standard establishes a fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The standard describes three levels of inputs that may be used to measure fair value:

Level 1: Quoted prices for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Level 2: Significant other observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3: Significant unobservable inputs that reflect a reporting entity’s own assumptions about the assumptions that market participants would use in pricing an asset or liability.

In many cases, a valuation technique used to measure fair value includes inputs from multiple levels of the fair value hierarchy. The lowest level of significant input determines the placement the entire fair value measurement in the hierarchy.

The fair value of funds held by the Community Foundation of Greater Fort Wayne is based on the Organization’s proportionate share of the Foundations’ pooled investment portfolios. Management reviews the valuations and returns but does not receive a detailed listing of the portfolios. The Organization does not have the ability to redeem the funds on a short-term basis. Withdrawals are limited to the terms of the agreement with the foundation. The beneficial interest is classified as a Level 2 investment.

RECLASSIFICATION

Certain prior year financial information has been reclassified to conform to the current year presentation.

SUBSEQUENT EVENTS

Subsequent events have been evaluated through December 2, 2021, which is the date the financial statements were available to be issued.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 2 – CONCENTRATION OF RISK

The Organization maintains its cash balance at multiple banks. The accounts at these institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 for the years ended June 30, 2021 and 2020. At June 30, 2021 and 2020, bank balances at one bank were in excess of FDIC coverage by \$2,888,826 and \$2,167,939, respectively.

All of the Organization's programs and activities occur in Northeast Indiana. Consequently, its sources of support and revenue may be affected by conditions in that area. In addition, for the year ended June 30, 2021 approximately 73% of total revenues were received from state and federal governmental sources, with approximately 61% of total revenues received from Indiana Family and Social Services Administration and for the year ended June 30, 2020 approximately 66% of total revenues were received from state and federal governmental sources, with approximately 64% of total revenues received from Indiana Family and Social Services Administration.

Financial instruments that expose the Organization to concentrations of credit risk consist primarily of cash and cash equivalents, as well as, grants and contributions receivable.

Grants and contributions receivable are due primarily from Indiana Family and Social Services Administration under contracts and cost-reimbursement grants, which represent a concentration of credit risk.

NOTE 3 – LONG-TERM DEBT

The Organization has a \$750,000 line of credit with a bank bearing interest at the Wall Street Journal prime rate and was collateralized by substantially all assets of the Organization. Amounts borrowed under this agreement bear interest at the .5% above the bank's index rate. The line is secured by the Organization's inventory and equipment. There was no outstanding balance at June 30, 2021 and 2020.

The Organization's and Affiliate's long-term debt is summarized below:

	<u>2021</u>	<u>2020</u>
Note payable to bank, due in monthly payments of \$11,517 including interest at 4.25%, balloon payment due at maturity of March 2025.	\$ 1,752,182	\$ 1,806,821
	1,752,182	1,806,821
Less current portion	<u>(65,401)</u>	<u>(63,727)</u>
Long-term debt (net of current portion)	<u>\$ 1,686,781</u>	<u>\$ 1,743,094</u>

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 3 – LONG-TERM DEBT – (continued)

Maturities of debt at June 30, 2021 for each of the next five years and in the aggregate are as follows:

<u>Year</u>	<u>Amount</u>
2022	\$ 65,401
2023	68,235
2024	71,192
2025	1,547,354
2026	-
Thereafter	-
	<u>\$ 1,752,182</u>

Due to the spread of the Novel Coronavirus (COVID-19), the Organization applied and received a \$905,700 loan from the Paycheck Protection Program through the Small Business Administration dated June 30, 2020 but not received until July 2020. In December 2020, the Organization received formal notification that the loan and accrued interest was forgiven by the Small Business Administration.

NOTE 4 – NET ASSETS

Net assets with donor restrictions of \$29,090 and \$61,146 were available for use in the Organization's Meals-on-Wheels nutrition program and other time and purpose restrictions at June 30, 2021 and 2020. Net assets were released from restrictions during the years ended June 30, 2021 and 2020 by incurring expenses satisfying restricted purposes specified by donors and time restrictions.

NOTE 5 – RETIREMENT AND 457(b) PLANS

The Organization maintains a defined-contribution tax-deferred annuity pension plan covering substantially all of its employees. Retirement plan costs are funded in the period that they accrue. Retirement expense was \$194,358 and \$163,625 for the years ended June 30, 2021 and 2020, respectively.

The Organization instituted a contributory 457(b) plan in August 2014 for a select group of management. The 457(b) plan is funded in the period that they accrue. The plan also allows participants to contribute the value of their accumulated vacation pay to the plan. The Organization contributed \$39,578 and \$27,623 to the 457(b) plan for the years ended June 30, 2021 and 2020, respectively.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 6 – OPERATING LEASES

Aging and In-Home Services of Northeast Indiana, Inc. leases a building from Area III Properties, Inc. Rent expense for these buildings for the years ended June 30, 2021 and 2020 was \$292,968 and \$292,968, respectively. This expense and related income are eliminated from the consolidated financial statements. Area III Properties, Inc. entered a lease for office space in February 2019. Monthly lease payments are \$11,937 through January 2024.

Aging and In-Home Services of Northeast Indiana, Inc. leases copiers, a postage meter, and certain computer equipment for use in the operation of its programs. Future minimum lease payments on leases having non-cancelable terms beyond June 30, 2021 are as follows:

<u>Year</u>	<u>Aging</u>	<u>Area III</u>
2022	\$ 46,465	\$ 143,248
2023	47,517	143,248
2024	39,277	83,561
2025	3,659	-
2026	1,919	-
Thereafter	959	-
Total	<u>\$ 139,796</u>	<u>\$ 370,057</u>

NOTE 7 – INFORMATION ABOUT LIQUIDITY

Aging and In-Home Services of Northeast Indiana, Inc. considers all expenditures related to its ongoing program and support activities to be general expenditures which are funded by reimbursement grants through the State of Indiana. The Organization also has a \$750,000 line of credit which it could draw upon in the event of an unanticipated liquidity need. The Organization currently no board designated net assets.

The table below represents financial assets available for general expenditures within one year as of June 30, 2021 and 2020:

	2021	2020
Cash and cash equivalents	\$ 3,261,661	\$ 2,703,323
Grants and contributions receivable	1,146,267	1,892,735
Accounts receivable	<u>904,661</u>	<u>274,553</u>
	5,312,589	4,870,611
Less amounts restricted by donor	<u>(29,090)</u>	<u>(61,146)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 5,283,499</u>	<u>\$ 4,809,465</u>

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 8 – RELATED PARTIES

In 2021 the Organization hired a Chief Innovation Officer (CIO) whom the Organization previously had contracted with as a consultant. The employee has business interests and/or executive management positions in some of the vendors in which the Organization does business with routinely. The individual is the CEO of Preferred Population Health Management with which the Organization paid \$101,172 in user license, maintenance, and hosting fees during fiscal year 2021. In addition, Community Living Resources, LLC, generated \$27,000 in fees for services provided to Preferred Population Health Management.

Preferred Community Health Partners (Ground Game Health) was previously co-founded by the Organization's CIO and CEO. Community Living Resources, LLC provides outreach services to Preferred Community Health Partners which totaled \$199,049 in fiscal year 2021. Community Living Resources, LLC. also receives care transition fees of \$203,912 from Anthem Commercial which uses the Preferred Community Health Partners software application.

SUPPLEMENTARY INFORMATION



INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

Board of Directors
Aging and In-Home Services of Northeast Indiana, Inc. and Affiliates
Fort Wayne, Indiana

Our report on our audits of the consolidated financial statements of Aging and In-Home Services of Northeast Indiana, Inc. and Affiliates of June 30, 2021 and 2020 appears on page one. Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The supplementary information (shown on pages 21 through 26) is presented for purposes of additional analysis of the consolidated financial statements rather than to present the statements of financial position and results of activities of the individual organizations. Such information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to the consolidated financial statements taken as a whole for the years ended June 30, 2021 and 2020.

Comer, Nowling And Associates, P.C.

Comer, Nowling And Associates, P.C.
December 2, 2021

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2021**

	ASSETS				2021 Consolidated Total
	Aging and In-Home Services	Area III Properties, Inc.	Community Living Resources, LLC	Eliminations	
CURRENT ASSETS:					
Cash and cash equivalents	\$ 3,131,397	\$ 43,641	\$ 86,623	\$ -	\$ 3,261,661
Grants and contributions receivable	1,146,267	-	-	-	1,146,267
Accounts receivable	974,546	199,557	287,513	(556,955)	904,661
Prepaid expenses	204,494	-	-	-	204,494
Total current assets	<u>5,456,704</u>	<u>243,198</u>	<u>374,136</u>	<u>(556,955)</u>	<u>5,517,083</u>
FIXED ASSETS:					
Land	-	208,425	-	-	208,425
Building	-	3,422,845	-	-	3,422,845
Furniture and equipment	1,362,653	5,830	-	-	1,368,483
	1,362,653	3,637,100	-	-	4,999,753
Less accumulated depreciation	<u>(537,880)</u>	<u>(1,354,314)</u>	<u>-</u>	<u>-</u>	<u>(1,892,194)</u>
	824,773	2,282,786	-	-	3,107,559
Fixed assets not yet placed in service	-	-	-	-	-
Total fixed assets, net	<u>824,773</u>	<u>2,282,786</u>	<u>-</u>	<u>-</u>	<u>3,107,559</u>
OTHER ASSETS					
Beneficial interest	40,318	-	-	-	40,318
Investment in affiliate	548,665	-	-	-	548,665
Total other assets	<u>588,983</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>588,983</u>
Total assets	<u>\$ 6,870,460</u>	<u>\$ 2,525,984</u>	<u>\$ 374,136</u>	<u>\$ (556,955)</u>	<u>\$ 9,213,625</u>
LIABILITIES AND NET ASSETS					
CURRENT LIABILITIES:					
Accounts payable	\$ 438,134	\$ 76,852	\$ 421,572	\$ (556,955)	\$ 379,603
Accrued payroll, taxes, and related expenses	582,646	-	-	-	582,646
Current portion - long term debt	-	65,401	-	-	65,401
Total current liabilities	<u>1,020,780</u>	<u>142,253</u>	<u>421,572</u>	<u>(556,955)</u>	<u>1,027,650</u>
LONG TERM LIABILITIES					
Notes payable	-	1,686,781	-	-	1,686,781
Total liabilities	<u>1,020,780</u>	<u>1,829,034</u>	<u>421,572</u>	<u>(556,955)</u>	<u>2,714,431</u>
NET ASSETS:					
Without donor restrictions	5,820,590	696,950	(47,436)	-	6,470,104
With donor restrictions	29,090	-	-	-	29,090
Total net assets	<u>5,849,680</u>	<u>696,950</u>	<u>(47,436)</u>	<u>-</u>	<u>6,499,194</u>
Total liabilities and net assets	<u>\$ 6,870,460</u>	<u>\$ 2,525,984</u>	<u>\$ 374,136</u>	<u>\$ (556,955)</u>	<u>\$ 9,213,625</u>

See Independent Auditor's Report on Supplementary Information on page 20.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2020**

	ASSETS				2020 Consolidated Total
	Aging and In-Home Services	Area III Properties, Inc.	Community Living Resources, LLC	Eliminations	
CURRENT ASSETS:					
Cash and cash equivalents	\$ 2,499,944	\$ 176,299	\$ 27,080	\$ -	\$ 2,703,323
Grants and contributions receivable	1,892,735	-	-	-	1,892,735
Accounts receivable	666,714	-	44,560	(436,721)	274,553
Prepaid expenses	114,204	-	-	-	114,204
Total current assets	<u>5,173,597</u>	<u>176,299</u>	<u>71,640</u>	<u>(436,721)</u>	<u>4,984,815</u>
FIXED ASSETS:					
Land	-	208,425	-	-	208,425
Building	-	3,406,181	-	-	3,406,181
Furniture and equipment	1,101,196	5,830	-	-	1,107,026
	1,101,196	3,620,436	-	-	4,721,632
Less accumulated depreciation	<u>(385,718)</u>	<u>(1,241,536)</u>	<u>-</u>	<u>-</u>	<u>(1,627,254)</u>
	715,478	2,378,900	-	-	3,094,378
Fixed assets not yet placed in service	102,185	-	-	-	102,185
Total fixed assets, net	<u>817,663</u>	<u>2,378,900</u>	<u>-</u>	<u>-</u>	<u>3,196,563</u>
OTHER ASSETS					
Beneficial interest	29,198	-	-	-	29,198
Investment in affiliate	1,278,967	-	-	-	1,278,967
Total other assets	<u>1,308,165</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,308,165</u>
Total assets	<u>\$ 7,299,425</u>	<u>\$ 2,555,199</u>	<u>\$ 71,640</u>	<u>\$ (436,721)</u>	<u>\$ 9,489,543</u>
LIABILITIES AND NET ASSETS					
CURRENT LIABILITIES:					
Accounts payable	\$ 704,176	\$ 186,461	\$ 249,436	\$ (436,721)	\$ 703,352
Accrued payroll, taxes, and related expenses	431,322	-	-	-	431,322
Current portion - long term debt	-	63,727	-	-	63,727
Total current liabilities	<u>1,135,498</u>	<u>250,188</u>	<u>249,436</u>	<u>(436,721)</u>	<u>1,198,401</u>
LONG TERM LIABILITIES					
Notes payable	-	1,743,094	-	-	1,743,094
Total liabilities	<u>1,135,498</u>	<u>1,993,282</u>	<u>249,436</u>	<u>(436,721)</u>	<u>2,941,495</u>
NET ASSETS:					
Without donor restrictions	6,102,780	561,918	(177,796)	-	6,486,902
With donor restrictions	61,146	-	-	-	61,146
Total net assets	<u>6,163,926</u>	<u>561,918</u>	<u>(177,796)</u>	<u>-</u>	<u>6,548,048</u>
Total liabilities and net assets	<u>\$ 7,299,424</u>	<u>\$ 2,555,200</u>	<u>\$ 71,640</u>	<u>\$ (436,721)</u>	<u>\$ 9,489,543</u>

See Independent Auditor's Report on Supplementary Information on page 20.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Aging and In-Home Services</u>			<u>Area III Properties, Inc.</u>	<u>Community Living Resources, LLC</u>	<u>Eliminations</u>	<u>2021 Consolidated Total</u>
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2021 Total</u>				
REVENUE AND OTHER SUPPORT							
Federal grants	\$ 4,391,715	\$ -	\$ 4,391,715	\$ -	\$ -	\$ -	\$ 4,391,715
State and local grants and fees	6,055,366	-	6,055,366	-	-	-	6,055,366
Other grants	114,076	-	114,076	-	-	-	114,076
Program service revenue	102,147	-	102,147	-	475,766	-	577,913
Contributed cash	66,817	13,500	80,317	-	-	-	80,317
In-kind contributions	514,212	-	514,212	-	-	-	514,212
Rent income	-	-	-	596,124	-	(292,968)	303,156
Other income	2,053,035	-	2,053,035	-	-	(1,136,215)	916,820
Change in equity investment	(730,302)	-	(730,302)	-	-	-	(730,302)
	<u>12,567,066</u>	<u>13,500</u>	<u>12,580,566</u>	<u>596,124</u>	<u>475,766</u>	<u>(1,429,183)</u>	<u>12,223,273</u>
Net assets released from restrictions	45,556	(45,556)	-	-	-	-	-
Total revenue and other support	<u>12,612,622</u>	<u>(32,056)</u>	<u>12,580,566</u>	<u>596,124</u>	<u>475,766</u>	<u>(1,429,183)</u>	<u>12,223,273</u>
OPERATING EXPENSES							
Nutrition	2,536,431	-	2,536,431	-	-	(57,867)	2,478,564
Aging direct services	2,334,899	-	2,334,899	-	-	(339,803)	1,995,096
Case management/option counseling	6,311,753	-	6,311,753	-	-	(173,621)	6,138,132
Management and general	1,711,729	-	1,711,729	-	-	(857,892)	853,837
Fundraising	-	-	-	-	-	-	-
Affiliates	-	-	-	461,092	345,406	-	806,498
Total operating expenses	<u>12,894,812</u>	<u>-</u>	<u>12,894,812</u>	<u>461,092</u>	<u>345,406</u>	<u>(1,429,183)</u>	<u>12,272,127</u>
INCREASE (DECREASE) IN NET ASSETS	(282,190)	(32,056)	(314,246)	135,032	130,360	-	(48,854)
NET ASSETS - BEGINNING OF YEAR	<u>6,102,780</u>	<u>61,146</u>	<u>6,163,926</u>	<u>561,918</u>	<u>(177,796)</u>	<u>-</u>	<u>6,548,048</u>
NET ASSETS - END OF YEAR	<u>\$ 5,820,590</u>	<u>\$ 29,090</u>	<u>\$ 5,849,680</u>	<u>\$ 696,950</u>	<u>\$ (47,436)</u>	<u>\$ -</u>	<u>\$ 6,499,194</u>

See Independent Auditor's Report on Supplementary Information on page 20.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2020**

	<u>Aging and In-Home Services</u>			<u>Area III Properties, Inc.</u>	<u>Community Living Resources, LLC</u>	<u>PACE of Northeast Indiana, LLC</u>	<u>Eliminations</u>	<u>2020</u>
	<u>Without donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2020 Total</u>					<u>Consolidated Total</u>
REVENUE AND OTHER SUPPORT								
Federal grants	\$ 4,262,789	\$ -	\$ 4,262,789	\$ -	\$ -	\$ -	\$ -	\$ 4,262,789
State and local grants and fees	6,140,077	-	6,140,077	-	-	-	-	6,140,077
Other grants	61,030	50,000	111,030	-	-	-	-	111,030
Program service revenue	323,993	-	323,993	-	134,532	-	-	458,525
Contributed cash	177,516	15,590	193,106	-	-	-	-	193,106
In-kind contributions	545,595	-	545,595	-	-	-	-	545,595
Rent income	-	-	-	444,546	-	-	(274,282)	170,264
Other income	1,889,410	-	1,889,410	-	-	-	(730,613)	1,158,797
Gain (loss) on disposal of assets	2,556,910	-	2,556,910	(38,128)	-	-	-	2,518,782
Change in equity investment	(776,033)	-	(776,033)	-	-	-	-	(776,033)
	<u>15,181,287</u>	<u>65,590</u>	<u>15,246,877</u>	<u>406,418</u>	<u>134,532</u>	<u>-</u>	<u>(1,004,895)</u>	<u>14,782,932</u>
Net assets released from restrictions	<u>57,697</u>	<u>(57,697)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue and other support	<u>15,238,984</u>	<u>7,893</u>	<u>15,246,877</u>	<u>406,418</u>	<u>134,532</u>	<u>-</u>	<u>(1,004,895)</u>	<u>14,782,932</u>
OPERATING EXPENSES								
Nutrition	2,288,923	-	2,288,923	-	-	-	(39,620)	2,249,303
Aging direct services	1,693,627	-	1,693,627	-	-	-	-	1,693,627
Case management/option counseling	5,735,629	-	5,735,629	-	-	-	(206,643)	5,528,986
Population health	256,781	-	256,781	-	-	-	(4,770)	252,011
Management and general	1,457,005	-	1,457,005	-	-	-	(753,862)	703,143
Fundraising	47,489	-	47,489	-	-	-	-	47,489
Affiliate	-	-	-	369,953	220,129	225,309	-	815,391
Total operating expenses	<u>11,479,454</u>	<u>-</u>	<u>11,479,454</u>	<u>369,953</u>	<u>220,129</u>	<u>225,309</u>	<u>(1,004,895)</u>	<u>11,289,950</u>
INCREASE (DECREASE) IN NET ASSETS	<u>3,759,530</u>	<u>7,893</u>	<u>3,767,423</u>	<u>36,465</u>	<u>(85,597)</u>	<u>(225,309)</u>	<u>-</u>	<u>3,492,982</u>
NET ASSETS - BEGINNING OF YEAR	<u>2,577,734</u>	<u>53,253</u>	<u>2,630,987</u>	<u>525,453</u>	<u>(92,199)</u>	<u>(9,175)</u>	<u>-</u>	<u>3,055,066</u>
Transfer of equity	<u>(234,484)</u>	<u>-</u>	<u>(234,484)</u>	<u>-</u>	<u>-</u>	<u>234,484</u>	<u>-</u>	<u>-</u>
NET ASSETS - END OF YEAR	<u>\$ 6,102,780</u>	<u>\$ 61,146</u>	<u>\$ 6,163,926</u>	<u>\$ 561,918</u>	<u>\$ (177,796)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,548,048</u>

See Independent Auditor's Report on Supplementary Information on page 20.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
CONSOLIDATING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2021**

	Aging and In-Home Services	Area III Properties, Inc.	Community Living Resources, LLC	Eliminations	2021 Consolidated Total
CASH FLOWS FROM OPERATING ACTIVITIES:					
Increase in net assets	\$ (314,246)	\$ 135,032	\$ 130,360	\$ -	\$ (48,854)
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities:					
Depreciation	152,162	112,778	-	-	264,940
(Gain) loss on disposal of assets	-	-	-	-	-
Gain on sale of membership units of PACE	-	-	-	-	-
Transfer of equity	-	-	-	-	-
Change in equity investment	730,302	-	-	-	730,302
Increase (decrease) in cash from changes in:					
Grants and contributions receivable	746,468	-	-	-	746,468
Accounts receivable	(307,832)	(199,557)	(242,953)	120,234	(630,108)
Prepaid expenses	(90,290)	-	-	-	(90,290)
Accounts payable	(266,042)	(109,609)	172,136	(120,234)	(323,749)
Accrued payroll, taxes, and related expenses	151,324	-	-	-	151,324
Net cash provided by (used in) operating activities	<u>801,846</u>	<u>(61,356)</u>	<u>59,543</u>	<u>-</u>	<u>800,033</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Purchase of property and equipment	(159,273)	(16,663)	-	-	(175,936)
Investment in affiliate	-	-	-	-	-
Proceeds from sale of membership units for PACE	-	-	-	-	-
Net change in beneficial interest	<u>(11,120)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(11,120)</u>
Net cash provided by (used in) investing activities	<u>(170,393)</u>	<u>(16,663)</u>	<u>-</u>	<u>-</u>	<u>(187,056)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:					
Proceeds on notes payable	-	20,175	-	-	20,175
Principal payments against notes payable	<u>-</u>	<u>(74,814)</u>	<u>-</u>	<u>-</u>	<u>(74,814)</u>
Net cash provided by (used in) financing activities	<u>-</u>	<u>(54,639)</u>	<u>-</u>	<u>-</u>	<u>(54,639)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>631,453</u>	<u>(132,658)</u>	<u>59,543</u>	<u>-</u>	<u>558,338</u>
CASH AND CASH EQUIV., BEGINNING OF YEAR	<u>2,499,944</u>	<u>176,299</u>	<u>27,080</u>	<u>-</u>	<u>2,703,323</u>
CASH AND CASH EQUIV., END OF YEAR	<u>\$ 3,131,397</u>	<u>\$ 43,641</u>	<u>\$ 86,623</u>	<u>\$ -</u>	<u>\$ 3,261,661</u>
Supplemental disclosures of Cash Flow Information:					
Cash paid during the year for interest	<u>\$ -</u>	<u>\$ 77,145</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 77,145</u>

See Independent Auditor's Report on Supplementary Information on page 20.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
AND AFFILIATES
CONSOLIDATING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2020**

	Aging and In-Home Services	Area III Properties, Inc.	Community Living Resources, LLC	PACE of Northeast Indiana, LLC	Eliminations	2020 Consolidated Total
CASH FLOWS FROM OPERATING ACTIVITIES:						
Increase in net assets	\$ 3,767,423	\$ 36,465	\$ (85,597)	\$ (225,309)	\$ -	\$ 3,492,982
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities:						
Depreciation	111,114	94,791	-	-	-	205,905
(Gain) loss on disposal of assets	3,141	38,580	-	-	-	41,721
Gain on sale of membership units of PACE	(2,560,000)	-	-	-	-	(2,560,000)
Transfer of equity	(234,484)	-	-	234,484	-	-
Change in equity investment	776,033	-	-	-	-	776,033
Increase (decrease) in cash from changes in:						
Grants and contributions receivable	(359,936)	-	-	-	-	(359,936)
Accounts receivable	157,757	48,828	8,118	-	3,601	218,304
Prepaid expenses	(65,283)	-	-	-	-	(65,283)
Accounts payable	(2,096)	109,904	55,548	(109,175)	(3,601)	50,580
Accrued payroll, taxes, and related expenses	70,166	-	-	-	-	70,166
Net cash provided by (used in) operating activities	<u>1,663,835</u>	<u>328,568</u>	<u>(21,931)</u>	<u>(100,000)</u>	<u>-</u>	<u>1,870,472</u>
CASH FLOWS FROM INVESTING ACTIVITIES:						
Purchase of property and equipment	(251,892)	(1,510,247)	-	-	-	(1,762,139)
Investment in affiliate	(2,055,000)	-	-	-	-	(2,055,000)
Proceeds from sale of membership units for PACE	2,560,000	-	-	-	-	2,560,000
Net change in beneficial interest	826	-	-	-	-	826
Net cash provided by (used in) investing activities	<u>253,934</u>	<u>(1,510,247)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,256,313)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:						
Proceeds from notes payable	-	1,395,116	-	-	-	1,395,116
Principal payments against notes payable	-	(73,154)	-	-	-	(73,154)
Net cash provided by (used in) financing activities	<u>-</u>	<u>1,321,962</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,321,962</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>1,917,769</u>	<u>140,283</u>	<u>(21,931)</u>	<u>(100,000)</u>	<u>-</u>	<u>1,936,121</u>
CASH AND CASH EQUIV., BEGINNING OF YEAR	<u>582,175</u>	<u>36,016</u>	<u>49,011</u>	<u>100,000</u>	<u>-</u>	<u>767,202</u>
CASH AND CASH EQUIV., END OF YEAR	<u>\$ 2,499,944</u>	<u>\$ 176,299</u>	<u>\$ 27,080</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,703,323</u>
Supplemental disclosures of Cash Flow Information:						
Cash paid during the year for interest	<u>\$ -</u>	<u>\$ 41,800</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 41,800</u>

See Independent Auditor's Report on Supplementary Information on page 20.

SINGLE AUDIT SECTION

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021**

FEDERAL GRANTOR AGENCY Pass-through Agency Program Title	Federal CFDA Number	Grant or Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through the Indiana Department of Family and Social Services (FSSA):			
Aging Cluster:			
Title IIIA Administration	93.044	000000000000000000000000038309	\$ 116,276
Title IIIA Administration - FFCRA	93.044	000000000000000000000000042914	61,548
Title IIIA Administration - CARES	93.044	000000000000000000000000042914	116,845
Title IIIA Administration	93.044	000000000000000000000000049742	127,804
Title IIIB Grants for Supportive Services and Senior Centers	93.044	000000000000000000000000038309	147,992
Title IIIB Grants for Supportive Services and Senior Centers - CARES	93.044	000000000000000000000000042914	113,709
Title IIIB Grants for Supportive Services and Senior Centers	93.044	000000000000000000000000049742	479,549
Title IIIC-1 Congregate Nutrition Services	93.045	000000000000000000000000038309	60,207
Title IIIC-1 Congregate Nutrition Services - FFCRA	93.045	000000000000000000000000042914	20,523
Title IIIC-1 Congregate Nutrition Services - CARES	93.045	000000000000000000000000042914	20,565
Title IIIC-1 Congregate Nutrition Services	93.045	000000000000000000000000049742	199,805
Title IIIC-2 Home Delivered Meal Nutrition Services	93.045	000000000000000000000000038309	665,784
Title IIIC-2 Home Delivered Meal Nutrition Services	93.045	000000000000000000000000049742	557,504
Title IIIC-2 Home Delivered Meal Nutrition Services - CARES	93.045	000000000000000000000000042914	192,854
Title IIIC-2 Home Delivered Meal Nutrition Services - Consolidation	93.045	000000000000000000000000052442	258,104
Nutrition Services Incentive Program	93.053	000000000000000000000000038309	3,518
Nutrition Services Incentive Program	93.053	000000000000000000000000049742	42,222
Total Aging Cluster			<u>\$ 3,184,809</u>

See accompanying notes to Schedule of Expenditures of Federal Awards.

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
 SCHEDULE OF EXPENDITURES OF STATE AND LOCAL AWARDS
 FOR THE YEAR ENDED JUNE 30, 2021**

STATE/LOCAL GRANTOR AGENCY	Grant or Identifying Number	State and Local Awards
Program Title		
Indiana Department of Family and Social Services (FSSA):		
CHOICE	0000000000000000000045523	\$ 1,838,852
Assisted Living Ombudsman	0000000000000000000045523	33,662
Older Hoosier Act	0000000000000000000045523	143,840
		<u>143,840</u>
Total Expenditures of State and Local Awards		<u><u>\$ 2,016,354</u></u>

AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

Note 1 – Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Aging and In-Home Services of Northeast Indiana, Inc. and is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2 – Summary of Significant Accounting Policies

Expenditures reported on the Schedule Expenditures of Federal Awards are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

Note 3 – Indirect Cost Rate

Aging and In-Home Services of Northeast Indiana, Inc. has not elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2021

Section II – Financial Statement Findings

There were no financial statement findings for the year ended June 30, 2020.

Section III – Federal Award Findings and Questioned Costs

There were no compliance findings for the year ended June 30, 2020.



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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Directors
Aging and In-Home Services of Northeast Indiana, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Aging and In-Home Services of Northeast Indiana, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 2, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Aging and In-Home Services of Northeast Indiana, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Aging and In-Home Services of Northeast Indiana, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of the organization's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the organization's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Aging and In-Home Services of Northeast Indiana, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Comer, Nowling And Associates, P.C.

Comer, Nowling And Associates, P.C.
Indianapolis, Indiana
December 2, 2021



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE *UNIFORM GUIDANCE***

To the Board of Directors
Aging and In-Home Services of Northeast Indiana, Inc.

Report on Compliance for Each Major Federal Program

We have audited Aging and In-Home Services of Northeast Indiana, Inc.'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Aging and In-Home Services of Northeast Indiana, Inc.'s major federal programs for the year ended June 30, 2021. Aging and In-Home Services of Northeast Indiana, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Aging and In-Home Services of Northeast Indiana, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR), Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Aging and In-Home Services of Northeast Indiana, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Aging and In-Home Services of Northeast Indiana, Inc.'s compliance.

Opinion on Each Major Federal Program

In our opinion, Aging and In-Home Services of Northeast Indiana, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of Aging and In-Home Services of Northeast Indiana, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Aging and In-Home Services of Northeast Indiana, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Aging and In-Home Services of Northeast Indiana, Inc.'s internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Comer, Nowling And Associates, P.C.

Comer, Nowling And Associates, P.C.
Indianapolis, Indiana
December 2, 2021

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiencies identified? Yes No

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Significant deficiencies identified? Yes No

Type of auditor’s report issued: Unmodified

Any audit findings disclosed required to be reported in
Accordance with 2 CFR section 200.516(a) Yes No

Programs tested as major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
93.667	U.S. Department of Health and Human Services—Social Services Block Grant
93.044, 93.045, 93.053	U.S. Department of Health and Human Services - Aging Cluster
93.052	U.S. Department of Health and Human Services—National Family Caregiver Support - Title III-E

Dollar threshold used to distinguish between type A and type B programs \$750,000

Auditee qualified as low-risk auditee? Yes No

**AGING AND IN-HOME SERVICES OF NORTHEAST INDIANA, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Section II – Financial Statement Findings

There were no financial statement findings for the year ended June 30, 2021.

Section III – Federal Award Findings and Questioned Costs

There were no compliance findings for the year ended June 30, 2021.