



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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March 3, 2023

Board of Directors
Visitors Center, Inc.
506 5th Street
Columbus, IN 47201

We have reviewed the audit report of Visitors Center, Inc., which was opined upon by Blue & Co., LLC, Independent Public Accountants, for the period January 1, 2022 to December 31, 2022. Per the *Report of Independent Auditors*, the financial statements included in the report present fairly the financial condition of Visitors Center, Inc. as of December 31, 2022 and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, Blue & Co., LLC 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 black ink that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

VISITORS CENTER, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2022 AND 2021

CPAs / ADVISORS



VISITORS CENTER, INC.

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DECEMBER 31, 2022 AND 2021

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REPORT OF INDEPENDENT AUDITORS

The Board of Directors
Visitors Center, Inc.
Columbus, Indiana

Opinion

We have audited the accompanying financial statements of Visitors Center, Inc. ("VCI"), which comprise the statements of financial position as of December 31, 2022 and 2021, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of VCI as of December 31, 2022 and 2021, 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.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of VCI and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about VCI's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 VCI's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about VCI's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Other Information Included in the Annual Report

Management is responsible for the other information included in the annual report. The other information comprises total hotel/motel tax revenue and total expenses but it does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information, and we do not express an opinion or any form of assurance on it.

In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Blue & Co., LLC

Seymour, Indiana

January 19, 2023

VISITORS CENTER, INC.STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2022 AND 2021

	2022	2021
ASSETS		
Current assets		
Cash	\$ 1,221,703	\$ 1,338,459
Inventory	57,083	79,231
Employee retention credit receivable	196,028	-0-
Other current assets	<u>3,849</u>	<u>3,928</u>
Total current assets	1,478,663	1,421,618
Property and equipment, net	307,356	383,603
Other assets		
Restricted cash	76,915	71,846
Board-designated cash	<u>1,597,250</u>	<u>821,030</u>
	<u>\$ 3,460,184</u>	<u>\$ 2,698,097</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ <u>23,547</u>	\$ <u>8,322</u>
Total liabilities	23,547	8,322
Net assets		
Without donor restrictions:		
Board-designated	1,793,278	821,030
Undesignated	<u>1,566,444</u>	<u>1,796,899</u>
	3,359,722	2,617,929
With donor restrictions:		
Purpose restricted	<u>76,915</u>	<u>71,846</u>
Total net assets	<u>3,436,637</u>	<u>2,689,775</u>
	<u>\$ 3,460,184</u>	<u>\$ 2,698,097</u>

See accompanying notes to financial statements.

VISITORS CENTER, INC.

STATEMENTS OF ACTIVITIES YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022			2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenues:						
Hotel/motel tax	\$ 1,732,384	\$ -0-	\$ 1,732,384	\$ 1,288,560	\$ -0-	\$ 1,288,560
Gift shop	122,586	-0-	122,586	140,638	-0-	140,638
Bus tours	159,218	-0-	159,218	137,643	-0-	137,643
Donations and grants	104,177	20,000	124,177	117,440	10,000	127,440
Employee retention credit	196,028	-0-	196,028	-0-	-0-	-0-
In-kind rent	108,000	-0-	108,000	86,400	-0-	86,400
Interest	3,394	69	3,463	2,364	61	2,425
Gain on forgiveness of PPP loan	-0-	-0-	-0-	120,065	-0-	120,065
Other	532	-0-	532	331	-0-	331
Net assets released from restrictions	15,000	(15,000)	-0-	10,000	(10,000)	-0-
Total revenues	2,441,319	5,069	2,446,388	1,903,441	61	1,903,502
Expenses:						
Promotion	981,869	-0-	981,869	666,229	-0-	666,229
Hosting	290,307	-0-	290,307	262,084	-0-	262,084
Bus tours	194,076	-0-	194,076	181,037	-0-	181,037
Administration	233,274	-0-	233,274	272,975	-0-	272,975
Total expenses	1,699,526	-0-	1,699,526	1,382,325	-0-	1,382,325
Change in net assets	741,793	5,069	746,862	521,116	61	521,177
Net assets, beginning of year	2,617,929	71,846	2,689,775	2,096,813	71,785	2,168,598
Net assets, end of year	\$ 3,359,722	\$ 76,915	\$ 3,436,637	\$ 2,617,929	\$ 71,846	\$ 2,689,775

See accompanying notes to financial statements.

VISITORS CENTER, INC.

STATEMENTS OF FUNCTIONAL EXPENSES YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022					2021				
	Promotion	Hosting	Bus Tours	Administration	Total	Promotion	Hosting	Bus Tours	Administration	Total
Salaries, wages, and payroll taxes	\$ 169,355	\$ 76,046	\$ 67,560	\$ 151,659	\$ 464,620	\$ 192,607	\$ 76,785	\$ 71,040	\$ 187,586	\$ 528,018
Employee benefits	48,614	13,259	10,607	15,910	88,390	57,357	15,643	12,514	18,773	104,287
Other personnel services	-0-	3,931	1,310	-0-	5,241	-0-	80	27	-0-	107
Office supplies	2,341	638	511	766	4,256	1,932	527	421	632	3,512
Repair and maintenance supplies	-0-	18,518	2,058	-0-	20,576	-0-	9,317	1,035	-0-	10,352
Professional services	15,979	3,763	3,469	4,060	27,271	9,629	2,445	2,096	2,795	16,965
Communication and transportation	14,520	2,456	4,156	2,424	23,556	14,748	2,542	2,731	2,487	22,508
IMA tour expenses	-0-	-0-	47,680	-0-	47,680	-0-	-0-	32,353	-0-	32,353
Printing and advertising	340,497	14,960	3,315	5,860	364,632	186,211	14,068	3,313	5,033	208,625
Insurance	10,803	2,946	2,357	3,536	19,642	11,238	3,065	2,452	3,678	20,433
Utilities	15,038	4,101	3,281	4,921	27,341	13,314	3,631	2,905	4,357	24,207
Repairs and maintenance	3,636	6,522	1,820	1,364	13,342	1,066	3,520	690	400	5,676
In-kind rent expense	59,400	16,200	12,960	19,440	108,000	47,520	12,960	10,368	15,552	86,400
Rent expense	505	-0-	4,547	-0-	5,052	736	-0-	6,621	-0-	7,357
Depreciation	66,533	18,145	14,516	21,775	120,969	76,852	20,960	16,768	25,150	139,730
Gift shop cost of sales	-0-	51,556	12,890	-0-	64,446	-0-	58,724	14,682	-0-	73,406
Donated inventory	444	444	-0-	-0-	888	56	55	-0-	1	112
Destination Neighborhood	-0-	-0-	-0-	-0-	-0-	2,861	4,291	-0-	-0-	7,152
Sports tourism	65,646	49,522	-0-	-0-	115,168	42,673	32,192	-0-	-0-	74,865
Grants	135,000	-0-	-0-	-0-	135,000	2,750	-0-	-0-	-0-	2,750
Satellite operations	6,000	6,000	-0-	-0-	12,000	-0-	-0-	-0-	-0-	-0-
Tourism	22,795	-0-	-0-	-0-	22,795	-0-	-0-	-0-	-0-	-0-
Miscellaneous	4,763	1,300	1,039	1,559	8,661	4,679	1,279	1,021	6,531	13,510
	<u>\$ 981,869</u>	<u>\$ 290,307</u>	<u>\$ 194,076</u>	<u>\$ 233,274</u>	<u>\$ 1,699,526</u>	<u>\$ 666,229</u>	<u>\$ 262,084</u>	<u>\$ 181,037</u>	<u>\$ 272,975</u>	<u>\$ 1,382,325</u>

See accompanying notes to financial statements.

VISITORS CENTER, INC.

STATEMENTS OF CASH FLOWS YEARS ENDED DECEMBER 31, 2022 AND 2021

	2022	2021
Operating activities		
Change in net assets	\$ 746,862	\$ 521,177
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation	120,969	139,730
Donation of inventory	888	112
Gain on forgiveness of PPP loan	-0-	(120,065)
Changes in operating assets and liabilities:		
Inventory	21,260	37,042
Employee retention credit receivable	(196,028)	-0-
Other current assets	79	(79)
Accounts payable	15,225	(7,363)
Net cash flows from operating activities	<u>709,255</u>	<u>570,554</u>
Investing activities		
Purchase of property and equipment	(44,722)	(10,429)
Financing activities		
Borrowings under PPP loan	<u>-0-</u>	<u>120,065</u>
Net change in cash, restricted cash and board-designated cash	664,533	680,190
Cash, restricted cash, and board-designated cash, beginning of year	<u>2,231,335</u>	<u>1,551,145</u>
Cash, restricted cash, and board-designated cash, end of year	<u>\$ 2,895,868</u>	<u>\$ 2,231,335</u>

See accompanying notes to financial statements.

VISITORS CENTER, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2022 AND 2021

1. NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Visitors Center, Inc. ("VCI") was incorporated in Indiana on April 28, 1994, and assumed the operations of both the Visitors Center Division of the Columbus Area Chamber Foundation, Inc., and the Columbus Area Visitor Information and Promotion Commission, Inc. ("VIP"). The VIP is funded by taxes levied by Bartholomew County, Indiana, on hotels, motels, and inns under the authority of the Indiana Uniform County Innkeeper Tax Law (Indiana Code, Chapter 6-9-18). Gift shop sales, tour income and donations and grants also fund VCI. The purpose of VCI is to attract and host visitors to Bartholomew County and to serve local residents by promoting cultural and educational events.

Management's Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenses. Actual results could vary from the estimates that were used.

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis, and have been prepared with a focus on the entity as a whole. Net assets, support, revenues, gains, and losses are classified based on the existence or absence of donor restrictions. Accordingly, the net assets of VCI are classified and reported as follows:

Net assets without donor restrictions: Net assets that are currently available for operating purposes under the direction of the board or designated by the board for specific use. VCI maintains net assets without donor restrictions as follows:

Undesignated – used to fund current operations of VCI

Board-Designated – used to fund future operations of VCI as designated by the Board

Net assets with donor restrictions: Net assets subject to donor stipulations for specific operating purposes or time restrictions. These include donor restrictions requiring the net assets be held in perpetuity or for a specified term with investment return available for operations or specific purposes.

VISITORS CENTER, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2022 AND 2021

Cash, Restricted Cash, and Board-Designated Cash

Cash consists of cash held in checking and money market accounts. Management believes VCI is not exposed to any significant credit risk on cash.

Restricted cash consists of monies received from donors for a specified purpose. Restricted cash was \$76,915 and \$71,846 at December 31, 2022 and 2021, respectively.

The following table provides a reconciliation of cash, restricted cash, and board-designated cash reported within the Statement of Financial Position that sum to the total of the same such amounts shown in the Statements of Cash Flows.

	<u>2022</u>	<u>2021</u>
Cash	\$ 1,221,703	\$ 1,338,459
Restricted cash	76,915	71,846
Board-designated cash	<u>1,597,250</u>	<u>821,030</u>
	<u>\$ 2,895,868</u>	<u>\$ 2,231,335</u>

Inventory

Inventory consists of books, maps and other promotional items and is stated at the lower of cost or net realizable value. Cost is determined by the first-in, first-out method.

Property and Equipment

Property and equipment are recorded at cost and include expenditures that substantially increase the useful lives of existing facilities. Maintenance, repairs, and minor improvements are expensed when incurred. Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose.

VCI provides for depreciation of property and equipment utilizing the straight-line method at rates designed to depreciate the cost of such assets over their estimated useful lives ranging from 3 to 20 years.

Revenue Recognition

Hotel/motel tax revenues are allocated on an annual basis by the VIP and recognized in the period to which they relate. Gift shop and tour revenue is recognized at a point in time as the related goods are sold and transferred to customers or tours are provided to customers.

VISITORS CENTER, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2022 AND 2021

Donations and grants are recognized as revenues in the period the donation is received or the promise is made. Donations received with donor imposed restrictions are reported as restricted support and increase net assets with donor restrictions.

All other revenue is recorded when earned.

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the Statements of Activities and Statements of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

The financial statements report certain categories of expenses that are attributable to one or more program or supporting functions of VCI. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. All expenses, excluding depreciation (which is allocated on the basis of usage), are allocated on the basis of estimates of time and effort. While the methods of allocation are considered appropriate, other methods could produce different results.

Income Tax

VCI is organized as a not-for-profit corporation under Section 501(c)(3) of the United States Internal Revenue Code.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by VCI and recognize a tax liability if VCI has taken an uncertain position that more likely than not would not be sustained upon examination by various federal and state taxing authorities. Management has analyzed the tax positions taken by VCI, and has concluded that as of December 31, 2022 and 2021, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the accompanying financial statements. VCI is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

As such, VCI is generally exempt from income taxes. However, VCI is required to file Federal Form 990 – Return of Organization Exempt from Income Tax which is an informational return only.

Board-Designated Cash and Net Assets

VCI's board of directors has designated the following funds:

Maintenance Reserve Fund – to fund future maintenance and repair costs related to its leased facilities.

VISITORS CENTER, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2022 AND 2021

Long-term Operating Reserve Fund – to provide a contingency fund for unexpected operating expenses.

Membership Reserve Fund – to educate residents and visitors about the community and the community's architectural heritage.

Transportation Reserve Fund – to fund future transportation-related acquisitions.

Tourism Enhancement Reserve Fund – to fund future tourism-related projects.

Advertising Costs

Advertising costs are charged to operations when incurred. Total advertising costs were \$308,901 and \$167,386 for 2022 and 2021, respectively.

In-Kind Contributions

VCI receives in-kind contributions of office space. It is the policy of VCI to record the estimated fair value of certain in-kind donations as an expense in its financial statements, and similarly revenue of a like amount.

Subsequent Events

VCI has evaluated events or transactions occurring subsequent to the Statement of Financial Position date for recognition and disclosure in the accompanying financial statements through the date the financial statements were available to be issued, which is January 19, 2023.

2. EMPLOYEE RETENTION CREDIT

The Coronavirus Aid, Relief, and Economic Security (CARES) Act included a provision for the Employee Retention Credit (ERC). The ERC is a fully refundable tax credit for employers on qualified wages (including allocable qualified health plan expenses) that eligible employers pay their employees. For amounts paid between March 13, 2020, and December 31, 2020, ERC is equal to 50 percent of qualified wages up to a maximum of \$10,000 of wages per employee for the year; equaling a maximum credit of \$5,000 per employee for 2020. For amounts paid between January 1, 2021, and September 30, 2021, ERC is equal to 70 percent of qualified wages up to a maximum of \$10,000 of wages per employee, per quarter; equaling a maximum of \$21,000 per employee for 2021. In accordance with Accounting Standards Codification 958-605, *Not-for-Profit Entities*, the Organization recognized \$196,028 of ERC as grant revenue for the year ended December 31, 2022. This amount was a receivable at December 31, 2022.

VISITORS CENTER, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2022 AND 2021

3. PROPERTY AND EQUIPMENT

A summary of property and equipment at December 31, 2022 and 2021 is as follows:

	2022	2021
Furniture and fixtures	\$ 312,424	\$ 312,424
Equipment	241,023	219,975
Leasehold improvements	1,109,244	1,109,244
Vehicles	286,793	286,793
	1,949,484	1,928,436
Less accumulated depreciation	(1,642,128)	(1,544,833)
	\$ 307,356	\$ 383,603

4. GRANTS AND SPONSORSHIPS PAYABLE

The grants and sponsorships payable amounts at December 31, 2022 and 2021, represent VCI's unconditional promise to give monies to support local activities and projects that would bring visitors into the community as follows:

	2022			
	Grants Payable, 1-1-22	Grants Awarded In 2022	Grants Paid In 2022	Grants Payable, 12-31-22
Marketing:				
Landmark Columbus Foundation	\$ -0-	\$ 56,000	\$ 56,000	\$ -0-
Columbus Robotics	-0-	7,000	7,000	-0-
Columbus Area Arts Council	-0-	8,000	8,000	-0-
Heritage of Hope, Inc.	-0-	8,000	8,000	-0-
Bartholomew County Historical Society	-0-	3,000	3,000	-0-
Atterbury-Bakalar Air Museum	-0-	5,000	5,000	-0-
Lincoln Central Neighborhood Family Ct	-0-	1,000	1,000	-0-
Su Casa Indiana	-0-	5,000	5,000	-0-
Good Shepherd Radio, Inc.	-0-	3,000	3,000	-0-
Columbus Scottish Festival, Inc.	-0-	4,000	4,000	-0-
Hoosier Trails Boy Scouts of America	-0-	3,000	3,000	-0-
Sustaining and development:				
Columbus Area Arts Council	-0-	12,583	12,583	-0-
Hoosier Trails Boy Scouts of America	-0-	19,417	19,417	-0-
	\$ -0-	\$ 135,000	\$ 135,000	\$ -0-

VISITORS CENTER, INC.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

	2021			
	Grants Payable, 1-1-21	Grants Awarded In 2021	Grants Paid In 2021	Grants Payable, 12-31-21
	Landmark Columbus Foundation	\$ -0-	\$ 2,750	\$ 2,750

5. BOARD-DESIGNATED NET ASSETS

At December 31, 2022 and 2021, board-designated net assets include the following:

	2022	2021
Maintenance reserve	\$ 712,186	\$ 186,854
Long-term operating reserve	804,944	458,356
Membership reserve	33,787	32,823
Transportation reserve	120,006	19,992
Tourism enhancement reserve	122,355	123,005
	\$ 1,793,278	\$ 821,030

6. NET ASSETS WITH DONOR RESTRICTIONS AND NET ASSETS RELEASED FROM RESTRICTIONS

Net assets with donor restrictions at December 31, 2022 and 2021 are available for the Sports Council of \$76,915 and \$71,846, respectively.

Net assets of \$15,000 and \$10,000 were released from donor restrictions for the years ended December 31, 2022 and 2021, respectively.

7. DONATED FACILITIES

VCI receives free use of a building that is owned by the Bartholomew County Public Library. The fair value of this donation for the years ended December 31, 2022 and 2021 was \$108,000 and \$86,400, respectively. This amount has been included in the Statements of Activities as an in-kind donation. In-kind rental expense of \$108,000 and \$86,400 for the years ended December 31, 2022 and 2021, respectively, is also recorded in the Statements of Activities during the years ended December 31, 2022 and 2021. VCI leases the building on a month-to-month basis.

VISITORS CENTER, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2022 AND 2021

8. LIQUIDITY AND AVAILABILITY

VCI has \$1,221,703 and \$1,338,459 of financial assets available within one year of the Statement of Financial Position date as of December 31, 2022 and 2021, respectively, to meet cash needs for general expenditures consisting of cash that is not subject to donor or other contractual restrictions. The board has set aside certain reserves to plan for certain future expenditures as more fully described in Note 1, and while not currently available based on board restriction, could be used for general expenditures by majority vote of the board. VCI has a goal to maintain cash on hand to meet 90 days of normal operating expenses, which are, on average, approximately \$395,000.

9. GAIN ON FORGIVENESS OF PPP LOAN

On January 27, 2021, VCI received a low interest loan in the amount of \$120,065 under the Paycheck Protection Program ("PPP") administered by the Small Business Administration. The loan was forgivable to the extent that employers incurred and spent the funds on qualified expenditures, which included payroll, employee health insurance and utilities during the covered period. VCI satisfied all the criteria, applied for, and received total forgiveness on November 1, 2021. At the point forgiveness was granted, this amount was reclassified from a liability on the statement of financial position to revenues on the statement of activities.

10. CONCENTRATIONS OF CREDIT RISK

VCI maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. VCI has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

During 2022 and 2021, VCI received 71 and 68 percent of its revenues from the Indiana Uniform County Innkeeper Tax.

11. DEFINED CONTRIBUTION PLAN

VCI sponsors a defined contribution retirement plan covering all employees who are 21 years of age and older and who have completed at least one year of service (at least 1,000 hours). Annual contributions are based on 8 percent of covered employees' salaries. Employer contributions were \$27,677 and \$35,859 for 2022 and 2021, respectively. Employer contributions under this plan are charged to employee benefits expense.

VISITORS CENTER, INC.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022 AND 2021

12. STATE, COUNTY AND LOCAL FUNDING

In compliance with the Indiana State Board of Account's Guidelines for Examination of Entities Receiving Financial Assistance from Governmental Sources, state, local, and county funding must be disclosed for the current year.

During 2022, VCI received and disbursed the following:

<u>Grantor</u>	<u>Amount Received</u>	<u>Amount Disbursed</u>
Federal		
Internal Revenue Service	\$ 196,028	\$ -0-
County		
Innkeepers Tax	1,732,384	1,374,472
American Recovery Program 2021	<u>100,000</u>	<u>100,000</u>
Total county awards	<u>1,832,384</u>	<u>1,474,472</u>
Total	<u>\$ 2,028,412</u>	<u>\$ 1,474,472</u>

The amount received from the Internal Revenue Service of \$196,028 is recorded as a receivable at December 31, 2022. These funds relate to the fully refundable tax credits on qualified wages paid during 2020 and 2021.