

**Hoosier Uplands Economic Development Corporation  
and Affiliates**

**Report on Audit of  
Combined Financial Statements**

**Year Ended December 31, 2021**

**Hoosier Uplands Economic Development Corporation and Affiliates**  
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**Year Ended December 31, 2021**

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## **Independent Auditor's Report on Combined Financial Statements**

Board of Directors  
Hoosier Uplands Economic Development Corporation and Affiliates

### ***Opinion***

We have audited the combined financial statements of Hoosier Uplands Economic Development Corporation and Affiliates ("the Entity"), which comprise the combined statement of financial position as of December 31, 2021 and the related combined statements of activities, and cash flows for the year then ended, and the related notes to the combined financial statements.

In our opinion, the accompanying combined financial statements present fairly, in all material respects, the combined financial position of Hoosier Uplands Economic Development Corporation and Affiliates as of December 31, 2021, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Hoosier Uplands Economic Development Corporation and Affiliates and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. 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 Combined Financial Statements***

Management is responsible for the preparation and fair presentation of the combined 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 the combined financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Hoosier Uplands Economic Development Corporation and Affiliates' ability to continue as a going concern for one year after the date that the financial statements are issued.

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## **Independent Auditor's Report on Combined Financial Statements (Continued)**

### ***Auditor's Responsibilities for the Audit of the Combined Financial Statements***

Our objectives are to obtain reasonable assurance about whether the combined 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 GAAS and *Government 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 a 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 GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the combined 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 combined 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 Hoosier Uplands Economic Development Corporation and Affiliates' internal control.
- 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 combined financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Hoosier Uplands Economic Development Corporation and Affiliates' 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.

Our responsibility is to express an opinion on these combined financial statements based on our audit. We did not audit the financial statements of various partnerships (specifically Spring Town Apartments L.P., Stalker Apartments L.P., and Stonecutters Place L.P., collectively the "various partnerships") whose statements reflect total assets constituting approximately 11.55% of combined total assets at December 31, 2021 and total revenues constituting approximately 1.53% of combined total revenues for the year then ended. Those statements were audited by other auditors, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the various partnerships, is based solely on the report of the other auditors. We conducted our audit of the Entity in accordance with auditing standards generally accepted in the United States of America, and for Hoosier Uplands Economic Development Corporation we additionally conducted our audit in accordance with the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the combined financial statements are free from material misstatement.

## **Independent Auditor's Report on Combined Financial Statements (Continued)**

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the combined financial statements as a whole. The schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards is presented for purposes of additional analysis and is not a required part of the combined financial statements. The supplementary information on pages 20 through 43 is also presented for purposes of additional analysis and is not a required part of the combined financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined 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 combined 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 August 25, 2022 on our consideration of Hoosier Uplands Economic Development Corporation and Affiliates' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of Hoosier Uplands Economic Development Corporation and Affiliates' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Hoosier Uplands Economic Development Corporation and Affiliates' internal control over financial reporting and compliance.

MUM CPAs & Advisors LLP

Jeffersonville, Indiana

August 25, 2022

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Combined Statement of Financial Position**  
**December 31, 2021**

**Assets**

Current assets

Cash and cash equivalents	\$ 927,996
Certificates of deposit	607,917
Investments	10,319,198
Restricted deposits	1,350,720
Grants receivable	1,426,868
Patient receivables, net	1,232,959
Accounts receivable	63,677
Other receivables	83,351
Other assets	<u>229,573</u>

Total current assets 16,242,259

Property and equipment, net	37,215,212
Other assets	<u>58,677</u>

Total assets \$ 53,516,148

**Liabilities and net assets**

Current liabilities

Current maturities of long-term debt	\$ 301,925
Accounts payable	733,722
Other liabilities	1,750,343
Unearned revenue/grants payable	<u>29,164</u>

Total current liabilities 2,815,154

Long-term debt, net of current maturities and unamortized debt issuance costs	<u>5,865,981</u>
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Total liabilities 8,681,135

Net assets without donor restrictions	<u>44,835,013</u>
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Total liabilities and net assets \$ 53,516,148

See accompanying notes.

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Combined Statement of Activities**  
**Year Ended December 31, 2021**

Revenues and other support	
Contract and program revenue	\$ 13,561,328
Healthcare revenue, net of contractual adjustments	5,608,528
Miscellaneous revenue	1,205,393
In-kind revenue	548,683
Investment income	1,199,091
Rental income	2,280,115
	<hr/>
Total revenues and other support	24,403,138
Expenses	
Program A - Federal programs	
U.S. Department of Health and Human Services - Direct	3,885,675
U.S. Department of Housing and Urban Development	17,998
Program B - State programs	
Indiana Family and Social Services Administration - Aging Division	1,789,144
Indiana Housing and Community Development Authority - Community Division	5,266,276
Indiana Housing and Community Development Authority - Housing Rehabilitation	5,334
Indiana State Department of Health via Indiana University	292,810
Indiana State Department of Health	699,486
Indiana Department of Education	586,229
Purdue University	112,908
Indiana Department of Insurance	7,567
Indiana Criminal Justice Institute	1,246
Indiana Tobacco Prevention and Cessation	
Prevention Initiatives	150,451
Program C - Healthcare division	
Healthcare programs	5,581,819
Program D - General	
General	139,982
Various partnerships	5,430,810
	<hr/>
Total expenses	23,967,735
	<hr/>
Change in net assets	435,403
Net assets, beginning of year	44,399,610
	<hr/>
Net assets, end of year	<u><u>\$ 44,835,013</u></u>

See accompanying notes.

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Combined Statement of Cash Flows**  
**Year Ended December 31, 2021**

Cash flows from operating activities	
Change in net assets	\$ 435,403
Adjustments to reconcile change in net assets to net cash and restricted cash provided by operating activities	
Depreciation and amortization	1,173,145
Amortization	9,533
Realized and unrealized gain on investments, net	(980,839)
Impairment loss - partnerships	672,478
Gain on forgiveness of debt	(118,415)
(Increase) decrease in	
Grants receivable	(294,726)
Patient receivables	(224,575)
Accounts receivable	(44,713)
Other receivables	(36,763)
Other assets	(842)
Increase in	
Accounts payable	342,871
Other liabilities	197,150
	<u>1,129,707</u>
Net cash and restricted cash provided by operating activities	1,129,707
Cash flows from investing activities	
Purchase of property and equipment	(1,784,355)
Purchases of investments	(298,953)
Proceeds from sale of investments	700,000
	<u>(1,383,308)</u>
Net cash and restricted cash used by investing activities	(1,383,308)
Cash flows from financing activities	
Payments on long-term debt	<u>(198,246)</u>
Cash and restricted cash used by financing activities	<u>(198,246)</u>
Decrease in cash and restricted cash	(451,847)
Beginning of year	<u>2,730,563</u>
End of year	<u><u>\$ 2,278,716</u></u>
Supplemental information	
Interest paid	\$ 208,147
Reconciliation of cash and restricted cash	
Cash and cash equivalents	\$ 927,996
Restricted deposits	1,350,720
	<u><u>\$ 2,278,716</u></u>

See accompanying notes.



**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements**  
**Year Ended December 31, 2021**

**Note A - Nature of Organization**

Hoosier Uplands Economic Development Corporation ("HUEDC") serves economically disadvantaged citizens in the Indiana counties of Lawrence, Martin, Orange, Washington, Crawford, Greene, Pike, Dubois, and Daviess. The principal programs provided include low-income home weatherization and energy assistance, in-home nursing and health care, in-home meal delivery and nutrition services, counseling and information referral services to the aged and homeless, and Head Start programs for pre-school age children. HUEDC's funding comes primarily from the Indiana Family and Social Services Administration, Medicare/Medicaid, U.S. Department of Health and Human Services, Indiana Housing and Community Development Authority, Indiana State Department of Health and the Indiana Department of Education in the form of both cost-reimbursement and performance-based grants. HUEDC is organized as a not-for-profit Community Action Agency, Area Agency on Aging, certified Community Housing Development Organization, and licensed home health and hospice facility.

The accompanying combined financial statements include the accounts of Hoosier Uplands Economic Development Corporation, its wholly-owned subsidiary Shawnee Development Corporation and the following partnerships (collectively the "Entity"), which were established principally to acquire real estate and to develop low-income multi-family dwelling units:

- Bedford Apartments, L.P. - HUEDC is a 99.9% partner and Shawnee Development Corporation is a 0.1% general partner.
- Aspen Meadows, L.P. - HUEDC is a 99.99% partner and Shawnee Development Corporation is a .01% general partner.
- Pioneer Creek Apartments, L.P. - HUEDC is a 99.99% partner and Shawnee Development Corporation is a .01% general partner.
- Lost River Place, L.P. - HUEDC is a 99.99% partner and Shawnee is a .01% general partner.
- Spring Town Apartments, L. P. - Shawnee Development Corporation is a .01% general partner.
- Stalker Apartments, L.P. - Shawnee Development Corporation is a .01% general partner.
- Stonecutters Place, L.P. - Shawnee Development Corporation is a .01% general partner.

Significant intercompany transactions and balances have been eliminated in combination.

**Note B - Summary of Significant Accounting Policies**

1. Basis of Accounting and Presentation: The combined financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP"). The Accounting Standards Codification ("ASC") as produced by the Financial Accounting Standards Board ("FASB") is the sole source of authoritative GAAP.
2. Categories of Funds: The Combined Statement of Activities is classified into separate categories according to the source and nature of the activity. The four categories presented are:
  - Federal Programs: includes contracts and grants received directly from agencies of the U.S. Government.
  - State Programs: includes contracts and grants received from agencies of the State of Indiana.
  - Healthcare Division: includes the home health services (funded by Medicare, Medicaid, insurance and private-payers).
  - General: includes the corporate fund which consists of discretionary and board designated funds as well as related partnership operations.

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements (Continued)**  
**Year Ended December 31, 2021**

**Note B - Summary of Significant Accounting Policies (Continued)**

3. Use of Estimates: The preparation of combined financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities (and disclosure of contingent assets and liabilities, if any) at the date of the combined financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.
4. Cash Equivalents: The Entity considers all short-term investments with an original maturity of three months or less to be cash equivalents. There were no certificates of deposits meeting this definition at December 31, 2021.
5. Investments and Market Risk: Investments are stated at fair value determined by quoted market prices for the related securities. HUEDC has investments in money market funds and bonds that are subject to concentrations of credit risk. HUEDC also maintains funds with local community foundations. Though the market value of investments is subject to fluctuations on a year-to-year basis, management believes the investment policy is prudent for the long-term welfare of HUEDC.
6. Receivables: The Entity utilizes the allowance method for recording bad debt expense for its grants receivable, patient receivables, accounts receivables, and other receivables, which is based upon historical experience coupled with a review of the current status of existing receivables. Management has determined an allowance of \$30,000 for patient receivables is required at December 31, 2021. No other allowances are deemed necessary.
7. Property and Equipment: Property and equipment are capitalized and recorded at cost. Property and equipment donated are recorded at fair value at the date of donation. Major expenditures and those which substantially increase useful lives are capitalized. The cost of property and equipment is depreciated over the estimated useful lives of the related assets using the straight-line method. Gains or losses on retirements or dispositions of assets are credited or charged to operations, and the respective costs and accumulated depreciation are eliminated from the accounts. Maintenance and repairs are charged to expense when incurred. Property and equipment are considered owned by the Entity while used in the current programs. Grantors maintain a reversionary interest in all non-expendable property purchased in whole or in part with federal and state funds.

The useful lives of property and equipment for purposes of computing depreciation are:

Buildings and building and land improvements	5 - 50 years
Office furniture and equipment	3 - 10 years
Home health equipment	5 - 20 years
Vehicles	5 years

8. Impairment of Long-lived Assets: The Entity reviews for the impairment of long-lived assets whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. An impairment loss would be recognized when the estimated future cash flows expected to result from the use of the asset and its eventual disposition is less than its carrying amount.

An impairment loss totaling \$672,478, related to one of the rental properties, was recorded in 2021. The impairment loss, a fair value measurement on a non-recurring basis, was determined using Level 3 valuation techniques (see Note D).

9. Advertising: HUEDC expenses advertising costs as incurred. Total advertising expense, principally for its Healthcare Division, for the year ended December 31, 2021 was approximately \$47,100.

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements (Continued)**  
**Year Ended December 31, 2021**

**Note B - Summary of Significant Accounting Policies (Continued)**

10. Revenue Recognition: The Entity has patient receivables and healthcare revenue which is recorded at standard billing rates when patient services are performed. However, HUEDC is reimbursed by the funding sources at amounts that often are less than the standard billing rates. The difference between standard billing rates and the amounts reimbursed by the funding sources is included in the financial schedules as deductions from revenue and related receivables. Amounts reimbursed by the funding sources are determined in accordance with the provisions of cost-reimbursement formulas. Because all of its performance obligations relate to contracts with a duration of less than one year, the Entity has elected to apply the optional exemption provided in FASB ASC 606-10-50-14(a) and therefore is not required to disclose the aggregate amount of the transaction price allocated to performance obligations that are unsatisfied or partially satisfied at the end of the reporting period. The unsatisfied or partially unsatisfied performance obligations referred to above are primarily related to home health and hospice services at the end of the reporting period. The performance obligations for these contracts are generally completed when the patients are discharged, which generally occurs within days or weeks of the end of the reporting period.

The Entity uses a portfolio approach to account for categories of patient contracts as a collective group, rather than recognizing revenue on an individual contract basis. The portfolios consist of major payer classes for inpatient revenue and outpatient revenue. Based on the historical collection trends and other analysis, the Entity believes that revenue recognized by utilizing the portfolio approach approximates the revenue that would have been recognized if an individual contract approach were used.

HUEDC determines the transaction price, which involves significant estimates and judgment, based on standard charges for goods and services provided, reduced by explicit and implicit price concessions, including contractual adjustments provided to third-party payers, discounts provided to uninsured and underinsured patients in accordance with policy and/or implicit price concessions based on the historical collection experience of patient accounts. The Entity determines the transaction price associated with services provided to patients who have third-party payer coverage with Medicare, Medicaid, managed care programs, and other third-party payers based on reimbursement terms per contractual agreements, discount policies, and historical experience. Payment arrangements with those payers include prospectively determined rates per admission or visit, reimbursed costs, discounted charges, per diem rates, and value based payments.

Reported costs and/or services provided under certain arrangements are subject to retroactive audit and adjustment. In 2021, changes in estimates due to settlements of prior fiscal years' cost reports, Medicaid settlements, and the disposition of other payer audits and settlements were not significant. Future changes in Medicare and Medicaid programs and reduction in funding levels could have an adverse effect on the Entity. There were no other significant changes to the judgments used to determine the transaction price in prior periods.

Laws and regulations governing Medicare, Medicaid, and other governmental programs are complex and subject to varying interpretation. The Entity believes it is in compliance with applicable laws and regulations governing Medicare, Medicaid, and other governmental programs, as well as contracts that it has with commercial payers and that adequate provisions have been recorded for any adjustments that may result from final settlements.

HUEDC has revenue from cost-reimbursement grants. This revenue is recognized in the period in which the related expenses are incurred and claimed for reimbursement.

HUEDC also has performance-based grants (Fixed Unit Price). The revenue from grants wherein HUEDC is reimbursed based upon a contractually agreed-upon rate is recognized in the period in which HUEDC renders the service.

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements (Continued)**  
**Year Ended December 31, 2021**

**Note B - Summary of Significant Accounting Policies (Continued)**

11. Recent Accounting Pronouncements: In February 2016, the FASB issued ASU 2016-02, *Leases*. The standard requires all leases with lease terms over 12 months to be capitalized as a right-of-use asset and lease liability on the combined statement of financial position at the date of lease commencement. Leases will be classified as either finance or operating. This distinction will be relevant for the pattern of expense recognition in the combined statement of activities. This standard will be effective for the calendar year ending December 31, 2022 and HUEDC does not believe adoption of this standard will have a material impact on the financial statements.

In September 2020, the FASB issued ASU 2020-07, *Presentation and Disclosure by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The standard requires contributed nonfinancial assets be shown separate from contributions of cash and other financial assets and provides for qualitative disclosure regarding valuation techniques, categories of contributed nonfinancial assets, and their use. This standard will be effective for the year ending December 31, 2022.

In June 2016, the FASB issued ASU 2016-13, *Financial Instruments-Credit Losses*. The standard requires a financial asset (including trade receivables) measured at amortized cost basis to be presented at the net amount expected to be collected. Thus, the income statement will reflect the measurement of credit losses for newly-recognized financial assets as well as the expected increases or decreases of expected credit losses that have taken place during the period. This standard will be effective for the calendar year ending December 31, 2023.

The Entity is currently evaluating ASUs 2020-07 and 2016-13, and their related impact on the Entity's combined financial statements.

12. Subsequent Events: Subsequent events for the Entity have been considered through the date of the Independent Auditor's Report, which represents the date that the combined financial statements were available to be issued.

**Note C - Restricted Deposits**

Under regulatory agreements, the Entity is required to set aside amounts for tenant security deposits and for the replacement of property and other expenditures as approved by the U.S. Department of Housing and Urban Development ("HUD"). From time-to-time other amounts with restrictions on use are maintained by the Entity. These restricted deposits are held in separate accounts and generally are not available for operating purposes. The balance in the reserve accounts at December 31, 2021 are as follows:

Security deposits	\$ 132,520
Replacement reserve	772,186
Working capital and operating reserve	255,662
Rehab funds	45,821
Residents counsel fund	200
Investor service fee reserve	51,459
Tax and insurance escrow	6,175
Interest credit escrow	679
Partnership shortfall reserve	86,018
	\$ 1,350,720

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements (Continued)**  
**Year Ended December 31, 2021**

**Note D - Fair Value Measurement**

The fair value provisions of the ASC define fair value as the price that would be received by the Entity to sell an asset or be paid by the Entity to transfer a liability (an exit price) in an orderly transaction between market participants on the measurement date. These provisions also expand disclosures about fair value measurements and establish a framework for measuring fair value, a three-level hierarchy for fair value measurements based upon the transparency of inputs to the valuation of an asset or liability as of the measurement date. The hierarchy prioritizes the inputs (from the most objective to the most subjective) to the valuation techniques used to measure fair value into the three broad levels described as follows:

- Level 1: Quoted prices in active markets for identical assets or liabilities.
- Level 2: Observable inputs such as quoted prices in active markets for similar assets or liabilities or quoted prices for identical or similar assets or liabilities in markets that are not active, or unobservable inputs that are derived principally from or corroborated by observable market data.
- Level 3: Unobservable inputs that are based on the entity's own assumptions as to how knowledgeable parties would price assets or liabilities that are not corroborated by market data.

Following is a description of the valuation methodologies used for the assets and liabilities measured at fair value. There have been no changes in the methodologies used to determine fair value at December 31, 2021.

- *Government, Corporate, and Municipal Bonds:* Valued based on yields currently available on comparable securities of issuers with similar credit ratings.
- *Common and Preferred Stocks:* Valued at the closing price reported on the active market in which the individual security is traded.
- *Mutual Funds:* Valued at the net asset value ("NAV") of shares held by the Entity at year end. The NAV is based on the value of the underlying investment assets owned by the fund minus its liabilities, and then divided by the number of shares outstanding. The NAV is a quoted price in an active market.
- *Assets held by Community Foundation:* These investments are valued using the NAV provided by the Foundation. The NAV is based on the value of the underlying investment assets.

Fair values of financial assets measured on a recurring basis at December 31, 2021, consist of the following:

	<u>Fair value</u>	<u>Level 1</u>	<u>Level 2</u>
Government bonds	\$ 2,122,831	\$ -	\$ 2,122,831
Corporate bonds	1,961,838	-	1,961,838
Municipal bonds	603,644	-	603,644
Common stocks	3,392,486	3,392,486	-
Preferred stocks	13,648	13,648	-
Mutual funds	2,174,903	2,174,903	-
Assets held by Community Foundation	49,848	-	49,848
	<u>\$ 10,319,198</u>	<u>\$ 5,581,037</u>	<u>\$ 4,738,161</u>

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements (Continued)**  
**Year Ended December 31, 2021**

**Note D - Fair Value Measurement (Continued)**

Investment return (including activity related to cash equivalents and certificates of deposit) for the year ended December 31, 2021 is as follows:

Interest and dividends	\$ 239,765
Unrealized gain	302,657
Realized gain	<u>678,182</u>
	1,220,604
Less: investment expense	<u>(21,513)</u>
Net investment return	<u><u>\$ 1,199,091</u></u>

Investment securities are exposed to various risks, such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the values of investment securities, it is at least reasonably possible that changes in risks in the near term would materially affect the amounts reported in the combined statement of financial position and combined statement of activities.

**Note E - Grants Receivable**

Grants receivable at December 31, 2021, consist of the following:

Indiana Department of Family & Social Services	\$ 416,739
Indiana Department of Insurance	720
Indiana Housing and Community Development Authority	543,170
Indiana Department of Education	102,901
Indiana State Department of Health	197,894
State of Indiana - Medicaid	95,539
U.S. Department of Health and Human Services	4,569
Indiana University	55,722
Purdue University	<u>9,614</u>
	<u><u>\$ 1,426,868</u></u>

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements (Continued)**  
**Year Ended December 31, 2021**

**Note F - Property and Equipment**

Property and equipment at December 31, 2021, consist of the following:

Land	\$ 2,731,082
Land improvements	1,313,970
Buildings and building improvements	44,661,430
Office furniture and equipment	1,895,369
Home health equipment	175,188
Vehicles	695,062
Construction in process	<u>763,475</u>
	52,235,576
Less accumulated depreciation	<u>(15,020,364)</u>
Property and equipment, net	<u><u>\$ 37,215,212</u></u>

Depreciation expense charged to operations was \$1,173,145 for the year ended December 31, 2021.

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements (Continued)**  
**Year Ended December 31, 2021**

**Note G - Long-term Debt**

Following is a summary of long-term debt at December 31, 2021:

Note payable to Indiana Housing and Community Development Authority, payable in monthly installments of \$1,333 through June 2022. The note carries no interest. Mortgage is secured by real estate in Lawrence County, Indiana. (Persimmon Park Apartments)	\$ 6,667
Note payable to Old National Bank, payable in monthly installments of \$2,619 through February 2029. The interest rate on the note is a fixed rate of 5.02% at December 31, 2021. The mortgage is secured by real estate in Mitchell, Indiana. (500 West Main Street)	187,249
Mortgage payable to Rural Housing Development Corporation, payable in monthly installments of \$2,263 through July 2053. The actual interest rate on the note is 5.375%, but is discounted to approximately 1% through a monthly subsidy allowance of \$2,868 from Rural Housing Development Corporation. The mortgage is secured by an apartment complex. (New Horizons Apartments)	935,710
Mortgage payable to Rural Housing Development Corporation, payable in monthly installments of \$1,693 through August 2053. The actual interest rate on the note is 5.375%, but is discounted through a monthly subsidy allowance of \$1,831 from Rural Housing Development Corporation. The mortgage is secured by an apartment complex. (New Horizons Apartments)	672,398
Mortgage payable to Rural Housing Development Corporation, payable in monthly installments of \$202 through February 2055. The actual interest rate on the note is 6.00%, but is discounted through a monthly subsidy allowance of \$298 from Rural Housing Development Corporation. The mortgage is secured by an apartment complex. (New Horizons Apartments)	86,346
Mortgage payable to Rural Housing Development Corporation, payable in monthly installments of \$2,852 through December 2057. The actual interest rate on the note is 6.00%, but is discounted to approximately 1% through a monthly subsidy allowance of \$3,751 from Rural Housing Development Corporation. The mortgage is secured by an apartment complex. (Persimmon Park Apartments)	1,198,433
Mortgage payable to Rural Housing Development Corporation, payable in monthly installments of \$2,119 through 2057. The actual interest rate on the note is 6.00%, but is discounted to approximately 1% through a monthly subsidy allowance of \$3,145 from Rural Housing Development Corporation. The mortgage is secured by an apartment complex. (Persimmon Park Apartments)	924,969
Note payable to Indiana Housing and Community Development Authority. The note carries a zero interest rate. Commencing on the first anniversary of the Conversion Date (July 22, 2010), and continuing each year on the anniversary date, the note will be reduced/forgiven by 1/15th of the original amount. The note is secured by an apartment complex. (Lost River II, LLC)	424,319
Mortgage payable to Rural Housing Development Corporation, payable in monthly installments of \$487 through July 2060. The actual interest rate on the note is 4.875%, but is discounted to approximately 1% through a monthly subsidy allowance of \$537 from Rural Housing Development Corporation. The mortgage is secured by an apartment complex. (Taylor Apartments)	204,444



**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements (Continued)**  
**Year Ended December 31, 2021**

**Note G - Long-term Debt (Continued)**

Note payable to Indiana Housing and Community Development Authority, payable in 33 annual installments of \$11,212 beginning May 2019 and continuing through May 2051. The note carries no interest and is secured by two certificates of deposit held by HUEDC. (Hoosier Uplands Phoenix, LLC)	\$ 336,364
Note payable to Indiana Housing and Community Development Authority, payable in annual payments based on annual net cash flow of the property with final payment due October 2023. This note carries no interest. Mortgage is secured by an apartment complex. (Hoosier Uplands College Hill, LLC)	45,000
Mortgage payable to Old National Bank, payable in monthly installments of principal and interest of \$3,232 through December 2025 at an interest rate of 3.55%. The note is secured by a mortgage and security interest on Aspen Meadows Apartments and all property and equipment and an assignment of any rents or income derived from the project. (Aspen Meadows, L.P.)	431,560
Note payable to Springs Valley Bank and Trust Company, payable in monthly installments of principal and interest of \$5,620 through August 2029 at an interest rate based upon the Five-Year Treasury Constant Maturity rate plus 3.50%. The current interest rate is 4.76%. The note is secured by a mortgage lien and security interest on Bedford Apartments. (Bedford Apartments, L.P.)	455,173
Note payable to P/R Mortgage and Investment Corp., payable in monthly installments of principal and interest of \$708 through October 2033 at an interest rate of 6.99%. The note is guaranteed by Rural Development of the U.S. Development of Agriculture, pursuant to Section 538 Guaranteed Rural Rental Housing Program. (Spring Town Apartments, L.P.)	101,409
Note payable to Old National Bank, payable in monthly installments of principal and interest of \$2,514 through January 2028 at an interest rate of 3.25%. The note is secured by security interest on Pioneer Creek Apartments. (Pioneer Creek Apartments, L.P.)	<u>166,083</u>
Principal balance due	6,176,124
Less unamortized debt issuance costs	<u>(8,218)</u>
	6,167,906
Less current maturities of long-term debt	<u>(301,925)</u>
Long-term debt, net of current maturities and unamortized debt issuance costs	<u><u>\$ 5,865,981</u></u>

Amortization of debt issuance costs charged to interest expense for the year ended December 31, 2021 totaled \$1,487.

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements (Continued)**  
**Year Ended December 31, 2021**

**Note G - Long-term Debt (Continued)**

Aggregate maturities of long-term debt at December 31, 2021 are as follows:

2022	\$ 301,925
2023	302,569
2024	310,222
2025	641,891
2026	179,940
Thereafter	<u>4,431,359</u>
Total	<u>\$ 6,167,906</u>

**Note H - Donated Service/Grant Matching Requirements**

In the course of operating its grant programs, HUEDC receives the services of volunteers in the community. These services are recorded at their estimated fair value as in-kind revenue and expense in the Combined Statement of Activities.

Certain grants administered by HUEDC during the year ended December 31, 2021 required HUEDC to attain minimum levels of matching funds consisting of in-kind revenue as well as actual cash contributions. All such contractual requirements pertaining to contracts ending within the year ended December 31, 2021, were achieved. The total amount of in-kind revenue received during the year ended December 31, 2021 was \$548,683.

**Note I - Leased Premises and Leased Commitments**

HUEDC has entered into various operating leases for office and Head Start facilities which expire at various dates through April 2024. The total aggregate lease expense for the year ended December 31, 2021, was approximately \$58,000.

At December 31, 2021, the future operating lease obligations for the above leases are as follows:

2022	\$ 58,200
2023	34,200
2024	<u>2,550</u>
Total	<u>\$ 94,950</u>

**Note J - Retirement Plan**

HUEDC has a retirement plan for employees who meet certain eligibility requirements as to age and length of service. Under the Plan, HUEDC will match dollar for dollar an employee's contributions up to a maximum amount of \$100 per pay period per employee. Employees' rights under the plan are 100% vested at the time the contributions are made to their individual accounts. The total amount of plan costs charged to operations during 2021 was \$194,948.

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements (Continued)**  
**Year Ended December 31, 2021**

**Note K - Income Taxes**

HUEDC is a non-profit corporation incorporated under the laws of the State of Indiana and is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code.

HUEDC's wholly owned subsidiary, Shawnee Development Corporation, Inc. ("SDC") is organized as a regular C corporation and consequently is subject to federal, state, and local income tax on its earnings and profits. SDC had no significant operating activity during the year ended December 31, 2021.

HUEDC and SDC evaluate all local, state, and federal income tax returns for potential uncertain tax positions taken. Management has concluded there are no tax positions attributed to HUEDC or SDC which meet the "more-likely-than-not" criterion in the ASC. Accordingly, the accompanying combined financial statements do not include a provision for uncertain tax positions, and no related interest or penalties have been recorded in the combined statement of activities or accrued in the combined statement of financial position.

FASB ASU No. 2009-06 defines tax positions applicable to pass-through entities, such as S corporations, partnerships, and limited liability companies, and only requires income taxes attributed to the reporting entity and not the individual owners to be considered tax positions.

**Note L - Concentration of Credit Risk**

Cash Concentration Risk

The Entity at times maintains balances with its banks in excess of federally insured limits.

Group Concentration Risk

HUEDC is substantially funded by grants and contracts awarded directly and indirectly by the federal government, the State of Indiana and various other grantees. The majority of the agreements contain provisions which permit the arrangement to be terminated or the funds provided to be reduced if HUEDC does not continue to provide services or maintain specific activities as provided in the grant and contract agreements.

**Note M - Contingent Obligation**

In a prior year, HUEDC received funds from the Federal Home Loan Bank of Indianapolis totaling \$585,000. These funds were reflected in the Combined Statement of Activities as grant revenue in the year the funds were received. However, HUEDC is required to fulfill certain requirements and maintain the operations of the apartment complex through 2025; otherwise, these funds may be required to be repaid. It is management's intent to comply with the provisions of this agreement.

In a prior year, HUEDC received funds from the Federal Home Loan Bank of Indianapolis totaling \$250,000. These funds were reflected in the Combined Statement of Activities as grant revenue. However, HUEDC is required to fulfill certain requirements and maintain the operations of the apartment complex through 2027; otherwise, these funds may be required to be repaid. It is management's intent to comply with the provisions of this agreement.

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements (Continued)**  
**Year Ended December 31, 2021**

**Note N - Liquidity and Availability of Resources**

The Entity regularly monitors liquidity required to meet its annual operating needs and other contractual commitments. The Entity has various sources of liquidity at its disposal including cash and cash equivalents, and investments. Investments consist primarily of equity and fixed income securities that can be readily converted to cash. Management of the Entity's liquidity is based on general principles of maintaining fiscal stability, maintaining adequate liquid assets to fund near-term operating needs, maintaining sufficient reserves for discharging long-term obligations, and preserving the principal and return on investments.

The table below presents financial assets available for general expenditures within one year at December 31, 2021:

Cash and cash equivalents	\$ 927,996
Certificates of deposit	607,917
Investments	10,319,198
Grants receivable	1,426,868
Patient receivables, net	1,232,959
Accounts receivable	63,677
Other receivables	<u>83,351</u>
	<u>\$ 14,661,966</u>

**Note O - Functional Classification of Expenses**

The Entity reports expenditures that can be identified specifically with a particular program objective to the appropriate funding source and cost classification. Costs are directly charged to program expenses to the extent possible. Common costs such as computer, postage, copier, space costs, and telephone are allocated according to usage or benefit related to the particular programs. The following page presents expenses by natural classification and function for the Entity for the year ended December 31, 2021.

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Notes to Combined Financial Statements (Continued)**  
**Year Ended December 31, 2021**

**Note O - Functional Classification of Expenses (Continued)**

	Head start	Senior support services	Energy assistance and weatherization	Housing assistance	Nutrition services and aid	Healthcare and prevention services	Housing partnerships	Other community services	Administrative	Total expenses
Salaries and fringe	\$ 2,605,900	\$ 1,090,463	\$ 366,251	\$ 225,314	\$ 406,833	\$ 4,435,308	\$ -	\$ 422,414	\$ 1,149,664	\$ 10,702,147
Mileage, per diem, lodging and travel	10,595	2,627	537	2,094	3,522	226,061	-	4,527	20,209	270,172
Training, registrations, and conferences	24,165	11,494	-	-	820	12,219	-	7,199	2,049	57,946
Space costs, repairs, and maintenance	386,719	(507,975)	401,142	32,218	31,635	1,069,334	-	51,518	(1,367,653)	96,938
Vehicle operation expense	23,498	387	5,992	3	320	845	-	866	5,192	37,103
Furniture, equipment, vehicle purchases	291	1,157	95	85	6,698	3,472	-	-	9,221	21,019
Bank fees and interest expense	-	-	-	-	-	4,721	-	-	23,216	27,937
Food and kitchen	-	-	-	-	99,182	118	-	-	33,241	132,541
Management fees	-	-	-	-	-	-	-	-	7,954	7,954
Info technology, computer & software costs	30,182	1,751	20,297	10,349	4,666	163,419	-	43,987	30,089	304,740
Contracted services	-	3,200	-	10,259	15,001	41,773	-	29,862	289	100,384
Program supplies & printing	183,732	29,401	14,345	759	43,553	56,700	-	2,163	86,225	416,878
Property purchase and improvements	22,491	-	-	-	-	-	-	-	(1,617,890)	(1,595,399)
Property taxes paid	-	-	-	-	-	-	-	-	8,802	8,802
Telephone, cable, & internet	32,373	12,577	14,935	3,441	5,868	59,655	-	1,627	32,298	162,774
Postage	1,776	4,168	4,945	5,230	1,734	9,215	-	142	23,704	50,914
Copier costs	8,333	5,866	281	2,477	2,254	22,771	-	268	18,689	60,939
Client/employee assistance and services	5,882	511,338	2,186,981	1,495,546	306,217	550,954	-	179,554	137,413	5,373,885
Donations, grants, and scholarships	-	100	-	50	-	-	-	-	271,611	271,761
Dues, subscriptions, and entertainment	18,995	30,778	1,236	1,550	108	25,602	-	55	48,219	126,543
Subcontracted services	-	-	-	-	-	-	-	-	353,684	353,684
Public information & events	-	24,314	-	-	2,587	42,399	-	4,052	6,791	80,143
Community development & improvement	-	-	-	-	-	-	-	-	309,931	309,931
Inter co support	-	-	-	-	14,858	-	-	-	(27,384)	(12,526)
Insurance	-	-	-	-	-	-	-	-	196,461	196,461
Legal/filing/consulting fees	-	-	-	-	-	-	-	5,918	26,054	31,972
Audit and tax preparation	-	-	-	-	-	-	-	-	76,903	76,903
Interest expense	-	-	-	-	-	-	73,664	-	-	73,664
Depreciation	36,700	-	3,996	-	-	-	866,982	-	275,000	1,182,678
In-kind expenses	494,043	35,366	-	-	19,274	-	-	-	-	548,683
Partnership expenses, exclusive of depreciation and interest	-	-	-	-	-	-	4,490,164	-	-	4,490,164
<b>Total</b>	<b>\$ 3,885,675</b>	<b>\$ 1,257,012</b>	<b>\$ 3,021,033</b>	<b>\$ 1,789,375</b>	<b>\$ 965,130</b>	<b>\$ 6,724,566</b>	<b>\$ 5,430,810</b>	<b>\$ 754,152</b>	<b>\$ 139,982</b>	<b>\$ 23,967,735</b>

## **Supplementary Information**

Hoosier Uplands Economic Development Corporation and Affiliates  
Recap of Natural Expenses by Funding Source  
Year Ended December 31, 2021

	U.S. Department of Health and Human Services - Direct	U.S. Department of Housing and Urban Development	Indiana Family and Social Services Administration - Aging Division	Indiana Housing and Community Development Authority - Community Division	Indiana Housing and Community Development Authority - Housing Rehabilitation	Indiana State Department of Health via Indiana University	Indiana State Department of Health	Indiana Department of Education	Purdue University	Indiana Department of Insurance	Indiana Criminal Justice Institute	Indiana Tobacco Cessation and Prevention	Healthcare	General	Various partnerships	Total expenses
Salaries and fringe	\$ 2,605,900	\$ 15,885	\$ 1,200,461	\$ 906,651	\$ 3,059	\$ 217,135	\$ 612,247	\$ 353,424	\$ 28,665	\$ 3,130	\$ -	\$ 128,986	\$ 3,476,940	\$ 1,149,664	\$ -	\$ 10,702,147
Mileage, per diem, lodging and travel	10,595	-	2,634	2,656	-	935	13,495	3,522	3,952	479	64	652	210,979	20,209	-	270,172
Training, registrations, and conferences	24,165	-	11,494	2,000	-	4,285	2,000	820	5,199	-	-	1,300	4,634	2,049	-	57,946
Space costs, repairs, and maintenance	115,380	-	21,317	36,664	-	2,217	11,714	7,625	-	-	-	20	103,584	78,490	-	377,011
Vehicle operation expense	23,498	-	387	6,861	-	366	-	320	-	-	-	39	440	5,192	-	37,103
Furniture, equipment, vehicle purchases	291	-	1,157	180	-	-	-	6,698	-	-	-	1,157	2,315	9,221	-	21,019
Bank fees and interest expense	-	-	-	-	-	-	-	-	-	-	-	-	4,721	23,216	-	27,937
Food and kitchen	-	-	-	-	-	-	118	99,182	-	-	-	-	-	33,241	-	132,541
Management fees	-	-	-	-	-	-	-	-	-	-	-	-	-	7,954	-	7,954
Info technology, computer & software costs	4,092	132	1,751	11,357	-	506	724	1,226	94	-	-	183	158,546	30,089	-	208,700
Contracted services	-	-	3,200	10,259	-	8,375	1,440	15,000	29,862	-	-	-	31,958	290	-	100,384
Program supplies & printing	183,732	431	29,401	14,614	156	2,903	8,124	43,553	884	-	1,182	6,062	39,611	86,225	-	416,878
Property purchase and improvements	22,491	-	-	-	-	-	-	-	-	-	-	-	-	(1,617,890)	-	(1,595,399)
Property taxes paid	-	-	-	-	-	-	-	-	-	-	-	-	-	8,802	-	8,802
Telephone, cable, & internet	32,373	-	12,577	20,003	-	2,000	5,290	5,868	-	-	-	720	51,645	32,298	-	162,774
Postage	1,776	-	4,168	10,143	55	131	519	1,734	119	-	-	150	8,415	23,704	-	50,914
Copier costs	8,333	-	5,866	2,772	-	379	3,779	2,254	254	-	-	107	18,506	18,689	-	60,939
Client/employee assistance and services	5,882	-	901,848	3,748,232	-	37,987	12,347	-	29,557	-	-	-	500,620	137,412	-	5,373,885
Donations, grants, and scholarships	-	-	100	50	-	-	-	-	-	-	-	-	-	271,611	-	271,611
Dues, subscriptions, and entertainment	18,995	1,550	30,778	1,291	-	1,211	90	108	-	-	-	1,269	23,032	48,219	-	126,543
Subcontracted services	-	-	-	273,525	264	-	-	-	-	-	-	-	-	79,895	-	353,684
Public information & events	-	-	24,314	-	-	115	312	2,587	94	3,958	-	6,229	35,743	6,791	-	80,143
Community development & improvement	-	-	-	-	-	-	-	-	-	-	-	-	-	309,931	-	309,931
Inter co support	-	-	-	-	-	-	-	-	14,858	-	-	-	-	(27,384)	-	(12,526)
Insurance	47,990	-	6,316	16,856	-	1,560	467	1,877	115	-	-	(2,435)	52,868	70,847	-	196,461
Legal/filing/consulting fees	-	-	-	-	-	-	-	-	5,918	-	-	-	-	26,054	-	31,972
Audit and tax preparation	10,500	-	12,373	7,900	-	1,497	500	2,800	1,839	-	-	1,512	21,703	16,279	-	76,903
Interest expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	73,664	73,664
Depreciation	36,700	-	-	3,996	-	-	-	-	-	-	-	-	-	275,000	866,982	1,182,678
Partnership expenses, exclusive of depreciation and interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,490,164	4,490,164
Allocated costs	238,939	-	(535,638)	190,266	1,800	11,208	26,320	22,773	6,356	-	-	4,500	835,559	(986,116)	-	(184,033)
In-kind expenses	494,043	-	54,640	-	-	-	-	-	-	-	-	-	-	-	-	548,683
<b>Total</b>	<b>\$ 3,885,675</b>	<b>\$ 17,998</b>	<b>\$ 1,789,144</b>	<b>\$ 5,266,276</b>	<b>\$ 5,334</b>	<b>\$ 292,810</b>	<b>\$ 699,486</b>	<b>\$ 586,229</b>	<b>\$ 112,908</b>	<b>\$ 7,567</b>	<b>\$ 1,246</b>	<b>\$ 150,451</b>	<b>\$ 5,581,819</b>	<b>\$ 139,982</b>	<b>\$ 5,430,810</b>	<b>\$ 23,967,735</b>

See independent auditor's report.

**Program A - Federal Programs**



**Hoosier Uplands Economic Development Corporation  
Statement of Functional Expenses by Funding Source  
For the Year Ending December 31, 2021**

Funded Directly through U.S. Department of Health & Human Services:

	Head Start and Early Head Start Agreement # 05CH8438-05-00 05CH01147501/C3 <u>CFDA 93.600</u>
Salaries and fringe	\$ 2,605,900
Mileage, per diem, lodging and travel	10,595
Training, registrations, and conferences	24,165
Space costs, repairs, and maintenance	115,381
Vehicle operation expense	23,498
Furniture, equipment, vehicle purchases	291
Info technology, computer & software costs	4,092
Program supplies & printing	183,732
Property purchase and improvements	22,491
Telephone, cable, & internet	32,373
Postage	1,776
Copier costs	8,333
Client/employee assistance and services	5,882
Dues, subscriptions, and entertainment	18,995
Insurance	47,990
Audit and tax preparation	10,500
Depreciation	36,700
Administration (agency)	212,847
Allocated IT dept costs	26,090
In-kind expenses	<u>494,043</u>
	<u>\$ 3,885,674</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded Directly through U.S. Department of Housing and Urban Development:

	H.U.D.
	Housing
	Counseling
	HC200421024
	HC190421004
	<u>CFDA 14.169</u>
Salaries and fringe	\$ 15,885
Info technology, computer & software costs	132
Program supplies & printing	431
Dues, subscriptions, and entertainment	<u>1,550</u>
	<u>\$ 17,998</u>

See independent auditor's report.

**Program B - State Programs**

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through the Indiana Family and Social Services Administration, Division of Aging and Mental Health & Addiction:

	IIIA Admin 21/22 Contract # #059601 CFDA 93.044	IIIA Admin 20/21 Contract # #049780 CFDA 93.044	IIIA Admin 19/20 Contract # #038373 CFDA 93.044	IIIB Services 21/22 Contract # #059601 CFDA 93.044	IIIB Services 20/21 Contract # #049780 CFDA 93.044	IIIB Services 19/20 Contract # #038373 CFDA 93.044	IIIC Congregate Meals 20/21 Contract # #049780 CFDA 93.045	IIIC Congregate Meals 19/20 Contract # #038373 CFDA 93.045	IIIC Home Del Meals 20/21 Contract # #049780 CFDA 93.045
Salaries and fringe	\$ 12,296	\$ 15,705	\$ -	\$ 41,545	\$ 57,812	\$ 8,203	\$ 15,340	\$ 25,347	\$ 5,019
Mileage, per diem, lodging and travel	-	-	-	85	268	-	-	-	-
Training, registrations, and conferences	-	50	-	-	-	-	-	-	-
Space costs, repairs, and maintenance	1,360	2,040	-	-	-	-	-	-	-
Vehicle operation expense	-	-	-	-	-	-	-	-	-
Furniture, equipment, vehicle purchases	-	-	-	-	-	-	-	-	-
Info technology, computer & software costs	177	180	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-
Program supplies & printing	-	-	-	-	-	-	-	-	-
Telephone, cable, & internet	571	825	-	-	-	-	-	-	-
Postage	526	1,198	-	-	-	-	-	-	-
Copier costs	92	148	-	-	-	-	-	-	-
Client/employee assistance and services	-	-	-	20,192	94,345	31,929	35,662	80,038	49,866
Donations, grants, and scholarships	-	-	-	-	-	-	-	-	-
Dues, subscriptions, and entertainment	-	1,496	-	-	-	-	-	-	-
Public information & events	1,068	764	-	-	-	-	-	-	-
Insurance	283	566	-	-	-	-	-	-	-
Audit and tax preparation	1,000	-	-	-	-	-	-	-	-
Administration (agency)	8,250	17,500	-	-	-	-	-	-	-
Allocated case management	-	-	-	10,342	46,838	12,087	-	-	-
Allocated IT dept costs	-	-	-	-	-	-	-	-	-
Older hoosier subsidy	-	-	-	(3,400)	(11,489)	(3,975)	(11,350)	(2,025)	(8,950)
NSIP subsidy	-	-	-	-	-	-	(1,459)	(7,201)	(2,863)
In-kind expenses	-	5,524	4,985	-	6,705	-	3,200	-	16,074
	<u>\$ 25,623</u>	<u>\$ 45,996</u>	<u>\$ 4,985</u>	<u>\$ 68,764</u>	<u>\$ 194,479</u>	<u>\$ 48,244</u>	<u>\$ 41,393</u>	<u>\$ 96,159</u>	<u>\$ 59,146</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through the Indiana Family and Social Services Administration, Division of Aging and Mental Health & Addiction (Continued):

	IIC Home Del Meals 19/20 Contract # #038373 <u>CFDA 93.045</u>	IID Prev Health 20/21 Contract # #049780 <u>CFDA 93.043</u>	IID Prev Health 19/20 Contract # #038373 <u>CFDA 93.043</u>	III E Family Caregiver 20/21 Contract # #049780 <u>CFDA 93.052</u>	III E Family Caregiver 19/20 Contract # #038373 <u>CFDA 93.052</u>	Title VII Ombudsman 20/21 Contract # #049780 <u>CFDA 93.042</u>	Title VII Ombudsman 19/20 Contract # #038373 <u>CFDA 93.042</u>	Assisted Living Ombudsman 20/21 Contract # #049780 <u>CFDA N/A</u>
Salaries and fringe	\$ 5,822	\$ 7,571	\$ 414	\$ 2,135	\$ 25,771	\$ -	\$ -	\$ -
Mileage, per diem, lodging and travel	-	-	-	-	-	-	-	-
Training, registrations, and conferences	-	-	-	-	-	-	-	-
Space costs, repairs, and maintenance	-	-	-	-	-	-	-	-
Vehicle operation expense	-	-	-	-	-	-	-	-
Furniture, equipment, vehicle purchases	-	-	-	-	-	-	-	-
Info technology, computer & software costs	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-
Program supplies & printing	-	-	-	-	-	-	-	-
Telephone, cable, & internet	-	-	-	-	-	-	-	-
Postage	-	-	-	-	-	-	-	-
Copier costs	-	-	-	-	-	-	-	-
Client/employee assistance and services	119,379	-	-	8,060	5,475	1,906	15	1,588
Donations, grants, and scholarships	-	-	-	-	-	-	-	-
Dues, subscriptions, and entertainment	-	-	-	-	-	-	-	-
Public information & events	-	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-	-
Audit and tax preparation	-	-	-	-	-	-	-	-
Administration (agency)	-	-	-	-	-	-	-	-
Allocated case management	-	-	-	-	-	-	-	-
Allocated IT dept costs	-	-	-	-	-	-	-	-
Older hoosier subsidy	(5,000)	-	-	-	-	-	-	-
NSIP subsidy	(13,421)	-	-	-	-	-	-	-
In-kind expenses	-	-	-	1,590	-	-	-	-
	<u>\$ 106,780</u>	<u>\$ 7,571</u>	<u>\$ 414</u>	<u>\$ 11,785</u>	<u>\$ 31,246</u>	<u>\$ 1,906</u>	<u>\$ 15</u>	<u>\$ 1,588</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through the Indiana Family and Social Services Administration, Division of Aging and Mental Health & Addiction (Continued):

	Assisted Living Ombudsman 19/20 Contract # #038373 CFDA N/A	Pre-Admission Screening 21/22 Contract # #044636 CFDA N/A	Pre-Admission Screening 20/21 Contract # #044636 CFDA N/A	Older Hoosier Funds 20/21 Contract # #045508 CFDA N/A	Older Hoosier Funds 21/22 Contract # #036120 CFDA N/A	S.S.B.G. Funds 20/21 Contract # #049780 CFDA 93.667	S.S.B.G. Funds 21/22 Contract # #038373 CFDA 93.667	CHOICE Funds 20/21 Contract # #045508 CFDA N/A	CHOICE Funds 21/22 Contract # #036120 CFDA N/A
Salaries and fringe	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,418	\$ 23,171	\$ 41,491	\$ 57,143
Mileage, per diem, lodging and travel	-	-	-	-	-	-	7	172	36
Training, registrations, and conferences	-	-	-	-	-	-	-	-	-
Space costs, repairs, and maintenance	-	-	-	-	-	-	-	228	456
Vehicle operation expense	-	-	-	-	-	-	-	-	112
Furniture, equipment, vehicle purchases	-	-	-	-	-	-	-	-	-
Info technology, computer & software costs	-	-	-	-	-	-	-	20	117
Contracted services	-	-	-	-	-	-	-	-	-
Program supplies & printing	-	-	-	-	-	-	-	-	605
Telephone, cable, & internet	-	275	323	-	-	-	-	514	825
Postage	-	-	-	-	-	-	-	19	44
Copier costs	-	-	-	-	-	-	-	-	-
Client/employee assistance and services	(170)	-	-	-	-	60,818	23,474	146,158	123,059
Donations, grants, and scholarships	-	-	-	-	-	-	-	-	100
Dues, subscriptions, and entertainment	-	-	-	-	-	-	-	-	-
Public information & events	-	-	-	-	-	-	-	-	-
Insurance	-	222	222	-	-	-	-	689	1,034
Audit and tax preparation	-	-	-	-	-	-	-	-	10,473
Administration (agency)	-	-	-	-	-	-	-	7,395	10,002
Allocated case management	-	-	-	-	-	9,420	2,922	21,472	9,513
Allocated IT dept costs	-	-	-	-	-	-	-	1,264	6,147
Older hoosier subsidy	-	-	-	33,689	11,000	-	-	-	-
NSIP subsidy	-	-	-	-	-	-	-	-	-
In-kind expenses	-	-	-	-	-	-	-	-	-
	<u>\$ (170)</u>	<u>\$ 497</u>	<u>\$ 545</u>	<u>\$ 33,689</u>	<u>\$ 11,000</u>	<u>\$ 103,656</u>	<u>\$ 49,574</u>	<u>\$ 219,422</u>	<u>\$ 219,666</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through the Indiana Family and Social Services Administration, Division of Aging and Mental Health & Addiction (Continued):

	Medicaid Waiver Intake 20/21 Contract # #044636 CFDA N/A	Medicaid Waiver Intake 21/22 Contract # #035344 CFDA N/A	NSIP Nutrition 20/21 Contract # #049780 CFDA 93.053	NSIP Nutrition 21/22 Contract # #038373 CFDA 93.053	Case Management 20/21	Case Management 21/22	IIC & Home Del Meals COVID / Vaccine Contract # #052531 CFDA 93.045	IIA Admin FFCRA 20/21 COVID-19 Contract # #042922 CFDA 93.044
Salaries and fringe	\$ 12,197	\$ 10,215	\$ -	\$ -	\$ 327,133	\$ 350,807	\$ 1,882	\$ -
Mileage, per diem, lodging and travel	468	903	-	-	-	-	-	-
Training, registrations, and conferences	-	325	-	-	-	-	-	-
Space costs, repairs, and maintenance	-	-	-	-	8,319	8,280	-	-
Vehicle operation expense	-	-	-	-	152	123	-	-
Furniture, equipment, vehicle purchases	-	-	-	-	-	-	-	-
Info technology, computer & software costs	23	45	-	-	467	527	-	-
Contracted services	-	-	-	-	-	-	-	-
Program supplies & printing	29	-	-	-	13,110	4,984	-	-
Telephone, cable, & internet	-	160	-	-	3,938	2,953	-	-
Postage	7	5	-	-	941	1,416	-	-
Copier costs	-	-	-	-	2,353	2,464	-	-
Client/employee assistance and services	5,228	(3,834)	-	-	666	123	41,750	-
Donations, grants, and scholarships	-	-	-	-	-	-	-	-
Dues, subscriptions, and entertainment	14,255	14,968	-	-	-	-	-	-
Public information & events	495	1,224	-	-	350	-	-	-
Insurance	-	-	-	-	1,150	1,150	-	-
Audit and tax preparation	-	-	-	-	-	-	-	-
Administration (agency)	6,371	4,500	-	-	-	-	-	-
Allocated case management	-	-	-	-	(358,578)	(372,829)	-	-
Allocated IT dept costs	5,669	7,376	-	-	-	-	-	-
Older hoosier subsidy	-	-	-	-	-	-	-	-
NSIP subsidy	-	-	24,943	-	-	-	-	-
In-kind expenses	-	-	-	-	-	-	-	3,905
	<u>\$ 44,742</u>	<u>\$ 35,887</u>	<u>\$ 24,943</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ (2)</u>	<u>\$ 43,632</u>	<u>\$ 3,905</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through the Indiana Family and Social Services Administration, Division of Aging and Mental Health & Addiction (Continued):

	IIIA Admin CARES Act 20/21 COVID-19 Contract # #042922 <u>CFDA 93.044</u>	IIIB Services CARES Act 20/21 COVID-19 Contract # #042922 <u>CFDA 93.044</u>	IIIC Home Del Meals CARES Act 20/21 COVID-19 Contract # #042922 <u>CFDA 93.045</u>	IIIE Fam Caregiver CARES Act 20/21 COVID-19 Contract # #042922 <u>CFDA 93.052</u>	VII Ombudsman CARES Act 20/21 COVID-19 Contract # #042922 <u>CFDA 93.042</u>	SSBG State CASOA 21/22 CFDA N/A	Choices Initiative Lawrence #044198 CFDA 93.959	F.S.S.A. Aging Division Totals
Salaries and fringe	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 120,024	\$ 1,200,461
Mileage, per diem, lodging and travel	-	-	-	-	-	-	695	2,634
Training, registrations, and conferences	-	-	-	-	-	-	11,119	11,494
Space costs, repairs, and maintenance	-	-	-	-	-	-	634	21,317
Vehicle operation expense	-	-	-	-	-	-	-	387
Furniture, equipment, vehicle purchases	-	-	-	-	-	-	1,157	1,157
Info technology, computer & software costs	-	-	-	-	-	-	195	1,751
Contracted services	-	-	-	-	-	-	3,200	3,200
Program supplies & printing	-	-	-	-	-	-	10,673	29,401
Telephone, cable, & internet	-	-	-	-	-	-	2,193	12,577
Postage	-	-	-	-	-	-	12	4,168
Copier costs	-	-	-	-	-	-	809	5,866
Client/employee assistance and services	-	4,844	31,791	1,745	3,725	15,500	16	903,348
Donations, grants, and scholarships	-	-	-	-	-	-	-	100
Dues, subscriptions, and entertainment	-	-	-	-	-	-	59	30,778
Public information & events	-	-	-	-	-	-	20,413	24,314
Insurance	-	-	-	-	-	-	1,000	6,316
Audit and tax preparation	-	-	-	-	-	-	900	12,373
Administration (agency)	-	-	-	-	-	-	8,702	62,720
Allocated case management	-	-	-	-	-	-	-	(618,813)
Allocated IT dept costs	-	-	-	-	-	-	-	20,456
Older hoosier subsidy	-	-	-	-	-	-	-	(1,500)
NSIP subsidy	-	-	-	-	-	-	-	(1)
In-kind expenses	12,657	-	-	-	-	-	-	54,640
	<u>\$ 12,657</u>	<u>\$ 4,844</u>	<u>\$ 31,791</u>	<u>\$ 1,745</u>	<u>\$ 3,725</u>	<u>\$ 15,500</u>	<u>\$ 181,801</u>	<u>\$ 1,789,144</u>

See independent auditor's report.



**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through the Indiana Housing and Community Development Authority Community Services Division Programs:

	Weatherization Assist. For Low- Income Persons 20/21 WX-020-012 <u>CFDA 81.042</u>	Weatherization Assist. For Low- Income Persons 21/22 WX-021-012 <u>CFDA 81.042</u>	State LIHEAP Weatherization 20/21 WS-021-012 <u>CFDA N/A</u>	Weatherization Low-Income Home Energy Assist Weatherization 20/21 WL-021-012 <u>CFDA 93.568</u>	Weatherization Low-Income Home Energy Assist Wx (ARPA) 21/22 ARPA-WA-021-012 <u>CFDA 93.568</u>	Comm Svc Div Low-Income Home Energy Assistance/ Leveraging 20/21 LI-021-012 <u>CFDA 93.568</u>
Salaries and fringe	\$ 15	\$ 95,155	\$ -	\$ 46,980	\$ 15,666	\$ 93,168
Mileage, per diem, lodging and travel	-	180	-	-	-	163
Training, registrations, and conferences	-	-	-	-	-	-
Space costs, repairs, and maintenance	-	5,385	-	4,215	-	4,960
Vehicle operation expense	-	2,250	-	1,661	1,876	65
Furniture, equipment, vehicle purchases	-	-	-	-	-	95
Info technology, computer & software costs	-	158	-	126	-	105
Contracted services	-	-	-	-	-	-
Program supplies & printing	-	1,379	-	5,823	1,688	727
Telephone, cable, & internet	417	2,394	-	1,846	-	3,168
Postage	-	17	-	23	-	290
Copier costs	-	7	-	1	-	18
Client/employee assistance and services	-	-	-	-	-	414,262
Donations, grants, and scholarships	-	-	-	-	-	-
Dues, subscriptions, and entertainment	-	830	-	188	217	-
Subcontracted services	33,523	85,380	7,773	98,147	34,710	13,992
Insurance	2,056	3,667	-	2,500	-	2,784
Audit and tax preparation	-	2,500	-	-	2,500	-
Depreciation	-	-	-	-	-	1,565
Administration (agency)	-	27,697	409	5,034	-	14,645
Allocated IT dept costs	-	3,699	-	2,823	-	2,557
	<u>\$ 36,011</u>	<u>\$ 230,698</u>	<u>\$ 8,182</u>	<u>\$ 169,367</u>	<u>\$ 56,657</u>	<u>\$ 552,564</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through the Indiana Housing and Community Development Authority Community Services Division Programs (Continued):

	Low-Income Home Energy Assistance/ Leveraging (ARPA) 21/22 LI-ARPA-021-012 CFDA 93.568	Low-Income Home Energy Assistance/ Leveraging 19/20 LI-020-012 CFDA 93.568	Low-Income Home Energy Assistance/ Leveraging CARES (COVID-19) LI-CV-020-012 CFDA 93.568	Section 8 Housing Choice Vouchers 2021 CFDA 14.871	Emergency Rental Assistance 2021 CFDA 21.023	Home Investment Partnership CHDO Grant CFDA 14.239
Salaries and fringe	\$ 68,583	\$ 36,273	\$ 10,410	\$ 139,558	\$ 8,494	\$ 58,318
Mileage, per diem, lodging and travel	194	-	-	2,094	-	-
Training, registrations, and conferences	-	-	-	-	-	-
Space costs, repairs, and maintenance	5,982	6,688	-	3,254	-	-
Vehicle operation expense	46	94	-	3	-	-
Furniture, equipment, vehicle purchases	-	-	-	85	-	-
Info technology, computer & software costs	122	218	-	10,217	-	-
Contracted services	-	-	-	10,259	-	-
Program supplies & printing	1,443	3,284	-	172	-	-
Telephone, cable, & internet	2,475	4,636	-	3,441	-	-
Postage	138	4,476	-	5,175	-	-
Copier costs	74	181	-	2,477	-	-
Client/employee assistance and services	1,398,739	-	373,980	1,495,546	-	-
Donations, grants, and scholarships	-	-	-	50	-	-
Dues, subscriptions, and entertainment	-	-	-	-	-	-
Subcontracted services	-	-	-	-	-	-
Insurance	1,607	1,607	536	896	-	-
Audit and tax preparation	2,000	-	-	-	-	-
Depreciation	999	1,432	-	-	-	-
Administration (agency)	12,498	8,903	9,446	26,004	-	-
Allocated IT dept costs	4,408	6,080	-	-	-	-
	<u>\$ 1,499,308</u>	<u>\$ 73,872</u>	<u>\$ 394,372</u>	<u>\$ 1,699,231</u>	<u>\$ 8,494</u>	<u>\$ 58,318</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through the Indiana Housing and Community Development Authority Community Services Division Programs (Continued):

	Community Services Block Grant CS-020-012 CS-021-012 CFDA 93.569	Community Services Block Grant CARES Act CS-CV-020-012 CFDA 93.569	Community Services Block Grant Training Grant CS-020-012-D CFDA 93.569	Community Services Block Grant CFDA 93.569	IHCDA Community Svcs Totals
Salaries and fringe	\$ 231,281	\$ 100,791	\$ -	\$ 1,959	\$ 906,651
Mileage, per diem, lodging and travel	25	-	-	-	2,656
Training, registrations, and conferences	-	-	2,000	-	2,000
Space costs, repairs, and maintenance	7,681	(1,501)	-	-	36,664
Vehicle operation expense	866	-	-	-	6,861
Furniture, equipment, vehicle purchases	-	-	-	-	180
Info technology, computer & software costs	368	-	-	43	11,357
Contracted services	-	-	-	-	10,259
Program supplies & printing	2	96	-	-	14,614
Telephone, cable, & internet	1,626	-	-	-	20,003
Postage	2	-	-	22	10,143
Copier costs	14	-	-	-	2,772
Client/employee assistance and services	40	12,055	-	53,610	3,748,232
Donations, grants, and scholarships	-	-	-	-	50
Dues, subscriptions, and entertainment	56	-	-	-	1,291
Subcontracted services	-	-	-	-	273,525
Insurance	1,203	-	-	-	16,856
Audit and tax preparation	900	-	-	-	7,900
Depreciation	-	-	-	-	3,996
Administration (agency)	-	22,579	-	-	127,215
Allocated IT dept costs	14,402	28,735	-	347	63,051
	<u>\$ 258,466</u>	<u>\$ 162,755</u>	<u>\$ 2,000</u>	<u>\$ 55,981</u>	<u>\$ 5,266,276</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through Indiana Housing and Community Development Authority Housing Acquisition and Rehab Programs:

	Orange Co. CDBG - OOR 20/21 HD-019-003 <u>CFDA 14.228</u>	Wash Co. CDBG - OOR 20/21 HD-019-003 <u>CFDA 14.228</u>	I.H.C.D.A. Housing Acquisition and Rehab <u>Totals</u>
Salaries and fringe	\$ 1,569	\$ 1,490	\$ 3,059
Program supplies & printing	78	78	156
Postage	31	24	55
Subcontracted services	192	72	264
Administration (agency)	<u>1,200</u>	<u>600</u>	<u>1,800</u>
	<u>\$ 3,070</u>	<u>\$ 2,264</u>	<u>\$ 5,334</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through Indiana State Department of Health via Indiana University:

	Indiana Area Health Education Centers (State) 20/21 <u>CFDA N/A</u>	Indiana Area Health Education Centers (State) 21/22 <u>CFDA N/A</u>	Indiana Area Health Education Centers (Fed) 20/21 <u>CFDA 93.107</u>	Indiana Area Health Education Centers (Fed) 21/22 <u>CFDA 93.107</u>	Indiana Area Health Education Centers <u>Totals</u>
Salaries and fringe	\$ 81,910	\$ 93,652	\$ 33,138	\$ 8,435	\$ 217,135
Mileage, per diem, lodging and travel	443	194	297	1	935
Training, registrations, and conferences	3,820	325	140	-	4,285
Space costs, repairs, and maintenance	(591)	2,293	460	55	2,217
Vehicle operation expense	38	328	-	-	366
Info technology, computer & software costs	212	127	167	-	506
Contracted services	-	6,975	1,400	-	8,375
Program supplies & printing	2,556	263	84	-	2,903
Telephone, cable, & internet	(1,234)	1,664	1,410	160	2,000
Postage	68	53	10	-	131
Copier costs	188	152	39	-	379
Client/employee assistance and services	8,397	4,968	19,026	5,596	37,987
Dues, subscriptions, and entertainment	141	320	-	750	1,211
Public information & events	10	52	8	45	115
Insurance	1,040	-	347	173	1,560
Audit and tax preparation	498	-	166	833	1,497
Administration (agency)	(649)	2,638	750	3,033	5,772
Allocated IT dept costs	848	2,596	1,992	-	5,436
	<u>\$ 97,695</u>	<u>\$ 116,600</u>	<u>\$ 59,434</u>	<u>\$ 19,081</u>	<u>\$ 292,810</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through the Indiana State Department of Health:

	Abstinence Education 21/22 CFDA 93.235	Abstinence Education 20/21 CFDA 93.235	HCET/ECHO 20/21 CFDA 93.297	Bright Futures 21/22 93.994	Baby & Me Tobacco Free 20/21 CFDA 93.994	T.B. Prevention 2021 CFDA 93.116
Salaries and fringe	\$ 23,385	\$ 48,863	\$ 33,247	\$ 18,661	\$ 43,541	\$ 234,340
Mileage, per diem, lodging and travel	1,733	2,441	1,428	687	1,943	2,506
Training, registrations, and conferences	-	-	-	425	-	1,075
Space costs, repairs, and maintenance	104	2,262	-	52	1,334	-
Food and kitchen	118	-	-	-	-	-
Info technology, computer & software costs	37	70	45	32	83	184
Contracted services	-	-	-	-	1,440	-
Program supplies & printing	30	207	147	26	305	308
Telephone, cable, & internet	113	435	150	137	591	-
Postage	-	-	32	12	29	67
Copier costs	1,196	750	49	38	49	21
Client/employee assistance and services	-	-	-	977	-	10,545
Dues, subscriptions, and entertainment	-	15	45	-	-	-
Public information & events	-	-	-	-	-	-
Insurance	70	(819)	600	-	-	115
Audit and tax preparation	-	-	-	-	-	-
Administration (agency)	600	-	2,413	750	2,250	5,040
	<u>\$ 27,386</u>	<u>\$ 54,224</u>	<u>\$ 38,156</u>	<u>\$ 21,797</u>	<u>\$ 51,565</u>	<u>\$ 254,201</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through the Indiana State Department of Health Continued:

	Martin Co. WIC & P.C. 20/21 CFDA 10.557	Martin Co. WIC & P.C. 21/22 CFDA 10.557	Teen Pregnancy Prevention 2021 CFDA 93.297	Teen Pregnancy Prevention 21/22 CFDA 93.297	I.S.D.H. Totals
Salaries and fringe	\$ 72,865	\$ 26,054	\$ 47,384	\$ 63,907	\$ 612,247
Mileage, per diem, lodging and travel	7	-	219	2,532	13,496
Training, registrations, and conferences	-	-	250	250	2,000
Space costs, repairs, and maintenance	5,149	1,003	1,800	10	11,714
Food and kitchen	-	-	-	-	118
Info technology, computer & software costs	116	40	29	88	724
Contracted services	-	-	-	-	1,440
Program supplies & printing	2,003	-	4,031	1,067	8,124
Telephone, cable, & internet	2,396	596	675	198	5,291
Postage	298	14	-	67	519
Copier costs	74	17	1,532	53	3,779
Client/employee assistance and services	-	-	825	-	12,347
Dues, subscriptions, and entertainment	-	-	15	15	90
Public information & events	-	-	312	-	312
Insurance	-	-	500	-	466
Audit and tax preparation	-	-	500	-	500
Administration (agency)	3,708	1,236	6,825	3,497	26,319
	<u>\$ 86,616</u>	<u>\$ 28,960</u>	<u>\$ 64,897</u>	<u>\$ 71,684</u>	<u>\$ 699,486</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through the Indiana Department of Education:

	Child and Adult Food and Nutrition 20/21 <u>CFDA 10.558</u>	Child and Adult Food and Nutrition 21/22 <u>CFDA 10.558</u>	21st Century Learning Cohort 9, Y3 20/21 <u>CFDA 84.287C</u>	21st Century Learning Cohort 8, Y4 20/21 <u>CFDA 84.287C</u>	21st Century Learning Cohort 10, Y1 21/22 <u>CFDA 84.287C</u>	21st Century Learning Cohort 9, Y4 21/22 <u>CFDA 84.287C</u>	Indiana Dept of Education Totals
Salaries and fringe	\$ -	\$ -	\$ 126,531	\$ 73,414	\$ 53,290	\$ 100,189	\$ 353,424
Mileage, per diem, lodging and travel	964	123	569	129	753	984	3,522
Training, registrations, and conferences	-	-	265	75	160	320	820
Space costs, repairs, and maintenance	3,183	964	1,025	1,025	714	714	7,625
Vehicle operation expense	-	-	184	10	6	120	320
Furniture, equipment, vehicle purchases	-	-	2,893	2,236	1,569	-	6,698
Food and kitchen	63,588	35,594	-	-	-	-	99,182
Info technology, computer & software costs	67	30	289	209	343	288	1,226
Contracted services	-	-	10,000	5,000	-	-	15,000
Program supplies & printing	13,356	3,274	10,368	4,044	4,525	7,986	43,553
Telephone, cable, & internet	-	-	1,897	1,792	841	1,338	5,868
Postage	20	6	222	1,079	80	327	1,734
Copier costs	-	-	-	-	541	1,713	2,254
Dues, subscriptions, and entertainment	-	-	24	24	-	60	108
Public information & events	-	-	271	491	1,020	805	2,587
Inter co support	12,598	2,260	-	-	-	-	14,858
Insurance	-	-	938	243	-	696	1,877
Audit and tax preparation	-	-	-	-	1,200	1,600	2,800
Administration (agency)	-	-	4,722	2,239	4,122	8,250	19,333
Allocated IT dept costs	-	-	(1,662)	-	-	5,102	3,440
	<u>\$ 93,776</u>	<u>\$ 42,251</u>	<u>\$ 158,536</u>	<u>\$ 92,010</u>	<u>\$ 69,164</u>	<u>\$ 130,492</u>	<u>\$ 586,229</u>

See independent auditor's report.



**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through Purdue University:

	AgVets 20/21 <u>CFDA 10.334</u>	AgVets 21/22 <u>CFDA 10.334</u>	Purdue University <u>Totals</u>
Salaries and fringe	\$ 18,593	\$ 10,072	\$ 28,665
Mileage, per diem, lodging and travel	2,563	1,389	3,952
Training, registrations, and conferences	3,706	1,493	5,199
Info technology, computer & software costs	70	24	94
Contracted services	23,533	6,329	29,862
Program supplies & printing	637	247	884
Postage	107	12	119
Copier costs	201	53	254
Client/employee assistance and services	24,929	4,628	29,557
Public information & events	94	-	94
Insurance	77	38	115
Legal/filing/consulting fees	5,918	-	5,918
Audit and tax preparation	-	1,839	1,839
Administration (agency)	<u>3,767</u>	<u>2,589</u>	<u>6,356</u>
	<u>\$ 84,195</u>	<u>\$ 28,713</u>	<u>\$ 112,908</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation  
Statement of Functional Expenses by Funding Source (Continued)  
For the Year Ending December 31, 2021**

Funded through Indiana Department of Insurance:

	State Health Insurance Assistance (SHIP) <u>CFDA 93.779</u>
Salaries and fringe	\$ 3,130
Mileage, per diem, lodging and travel	479
Public information & events	<u>3,958</u>
	<u>\$ 7,567</u>

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded Directly through Indiana Criminal Justice Institute:

	Child Passenger Safety Program CFDA N/A
Mileage, per diem, lodging and travel	\$ 64
Program supplies & printing	<u>1,182</u>
	<u>\$ 1,246</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through the Indiana Tobacco Use Prevention and Cessation Prevention Initiatives Programs:

	Daviess County Tobacco Prevention 20/21 CFDA N/A	Daviess County Tobacco Prevention 21/22 CFDA N/A	Lawrence County Tobacco Prevention 20/21 CFDA N/A	Lawrence County Tobacco Prevention 21/22 CFDA N/A	Knox County Tobacco Prevention 20/21 CFDA N/A	Knox County Tobacco Prevention 21/22 CFDA N/A	Tobacco Prevention and Cessation Totals
Salaries and fringe	\$ 20,897	\$ 20,613	\$ 20,289	\$ 22,016	\$ 23,110	\$ 22,061	\$ 128,986
Mileage, per diem, lodging and travel	147	197	66	62	121	59	652
Training, registrations, and conferences	400	-	500	-	400	-	1,300
Space costs, repairs, and maintenance	-	-	-	20	-	-	20
Vehicle operation expense	-	39	-	-	-	-	39
Furniture, equipment, vehicle purchases	-	-	-	1,157	-	-	1,157
Info technology, computer & software costs	28	34	30	31	31	29	183
Program supplies & printing	521	39	3,901	48	1,456	97	6,062
Telephone, cable, & internet	-	-	420	200	60	40	720
Postage	10	8	2	2	68	60	150
Copier costs	3	8	78	18	-	-	107
Dues, subscriptions, and entertainment	280	273	60	240	242	174	1,269
Public information & events	2,748	-	-	216	3,265	-	6,229
Insurance	(856)	44	(856)	44	(855)	44	(2,435)
Audit and tax preparation	252	252	252	252	252	252	1,512
Administration (agency)	750	750	750	750	750	750	4,500
	<u>\$ 25,180</u>	<u>\$ 22,257</u>	<u>\$ 25,492</u>	<u>\$ 25,056</u>	<u>\$ 28,900</u>	<u>\$ 23,566</u>	<u>\$ 150,451</u>

See independent auditor's report.

**Program C - Healthcare Division**

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Healthcare Division:

	<u>Home Healthcare and Hospice</u>	<u>Serenity Now Psychiatric and Counseling Svcs</u>	<u>Medicaid Waiver Case Mgt and Svcs</u>	<u>Healthcare Division Totals</u>
Salaries and fringe	\$ 2,181,168	\$ 1,163,736	\$ 132,035	\$ 3,476,939
Mileage, per diem, lodging and travel	205,857	441	4,680	210,978
Training, registrations, and conferences	695	3,939	-	4,634
Space costs, repairs, and maintenance	34,433	65,062	4,089	103,584
Vehicle operation expense	228	-	212	440
Furniture, equipment, vehicle purchases	-	454	1,861	2,315
Bank fees and interest expense	-	4,721	-	4,721
Info technology, computer & software costs	49,532	108,685	329	158,546
Contracted services	31,958	-	-	31,958
Program supplies & printing	36,361	3,221	30	39,612
Telephone, cable, & internet	24,806	21,126	5,713	51,645
Postage	6,686	1,415	315	8,416
Copier costs	15,948	2,488	70	18,506
Client/employee assistance and services	435,574	-	65,047	500,621
Dues, subscriptions, and entertainment	18,194	4,798	40	23,032
Public information & events	33,690	498	1,556	35,744
Insurance	40,727	11,514	628	52,869
Audit and tax preparation	20,703	-	1,000	21,703
Administration (agency)	174,996	-	63,380	238,376
Allocated case management	-	-	593,720	593,720
Allocated IT dept costs	-	-	3,460	3,460
	<u>\$ 3,311,556</u>	<u>\$ 1,392,098</u>	<u>\$ 878,165</u>	<u>\$ 5,581,819</u>

See independent auditor's report.

**Program D - General**

**Hoosier Uplands Economic Development Corporation**  
**Statement of Functional Expenses by Funding Source (Continued)**  
**For the Year Ending December 31, 2021**

Funded through Local Agreements, Donations and Fundraisers:

Salaries and fringe	\$ 1,149,664
Mileage, per diem, lodging and travel	20,209
Training, registrations, and conferences	2,049
Space costs, repairs, and maintenance	78,490
Vehicle operation expense	5,192
Furniture, equipment, vehicle purchases	9,221
Bank fees and interest expense	23,216
Food and kitchen	33,241
Management fees	7,954
Info technology, computer & software costs	30,089
Contracted services	290
Program supplies & printing	86,225
Property purchase and improvements	(1,617,890)
Property taxes paid	8,802
Telephone, cable, & internet	32,298
Postage	23,704
Copier costs	18,689
Client/employee assistance and services	137,412
Donations, grants, and scholarships	271,611
Dues, subscriptions, and entertainment	48,219
Subcontracted services	79,895
Public information & events	6,791
Community development & improvement	309,931
Inter co support	(27,384)
Insurance	70,847
Legal/filing/consulting fees	26,054
Audit and tax preparation	16,279
Depreciation	286,929
Administration (agency)	(753,240)
Allocated IT dept costs	(147,843)
Allocated common costs	(96,962)
	<u>\$ 139,982</u>

See independent auditor's report.



**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Schedule of Partnership Revenues and Expenses**  
**Year Ended December 31, 2021**

	<u>Aspen Meadows, L.P.</u>	<u>Bedford Apartments, L.P.</u>	<u>Lost River Place, L.P.</u>	<u>Spring Town Apartments</u>	<u>Stonecutters Place Apartments, L.P.</u>	<u>Pioneer Creek Apartments, L.P.</u>	<u>New Horizon Apartments</u>
<b>Revenue</b>							
Net rental income	\$ 260,152	\$ 381,374	\$ 126,601	\$ 107,769	\$ 162,973	\$ 188,491	\$ 191,580
Interest income	-	36	-	123	-	20	-
Other income	-	-	198	52	759	-	582,737
	<u>260,152</u>	<u>381,410</u>	<u>126,799</u>	<u>107,944</u>	<u>163,732</u>	<u>188,511</u>	<u>774,317</u>
<b>Total revenue</b>	<b>260,152</b>	<b>381,410</b>	<b>126,799</b>	<b>107,944</b>	<b>163,732</b>	<b>188,511</b>	<b>774,317</b>
<b>Expenses</b>							
Administration expenses	62,746	44,619	19,995	41,317	62,082	32,331	95,052
Utilities	30,667	15,763	49,370	20,618	15,967	9,353	31,436
Operating and maintenance	98,346	123,523	17,577	20,520	35,071	65,647	802,643
Taxes and insurance	52,177	51,597	30,421	21,299	52,160	25,311	75,542
Interest expense	132,852	26,259	71,292	47,577	15,450	5,907	29,317
Impairment loss	-	-	-	-	-	-	-
Depreciation and amortization	60,925	94,960	22,059	23,970	158,207	53,553	41,080
	<u>437,713</u>	<u>356,721</u>	<u>210,714</u>	<u>175,301</u>	<u>338,937</u>	<u>192,102</u>	<u>1,075,070</u>
<b>Total expenses</b>	<b>437,713</b>	<b>356,721</b>	<b>210,714</b>	<b>175,301</b>	<b>338,937</b>	<b>192,102</b>	<b>1,075,070</b>
<b>Subtotal revenue over (under) expenses</b>	<b>(177,561)</b>	<b>24,689</b>	<b>(83,915)</b>	<b>(67,357)</b>	<b>(175,205)</b>	<b>(3,591)</b>	<b>(300,753)</b>
<b>Less elimination</b>	<b>135,436</b>	<b>22,073</b>	<b>77,235</b>	<b>44,483</b>	<b>26,953</b>	<b>12,505</b>	<b>25,760</b>
<b>Revenue over (under) expenses</b>	<b>\$ (42,125)</b>	<b>\$ 46,762</b>	<b>\$ (6,680)</b>	<b>\$ (22,874)</b>	<b>\$ (148,252)</b>	<b>\$ 8,914</b>	<b>\$ (274,993)</b>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Schedule of Partnership Revenues and Expenses (Continued)**  
**Year Ended December 31, 2021**

	<u>Stalker Apartments, L.P.</u>	<u>Taylor Apartments</u>	<u>Hoosier Uplands Lost River II</u>	<u>Hoosier Uplands College Hill</u>	<u>Phoenix Project</u>	<u>Persimmon Park Apartments</u>	<u>Total</u>
<b>Revenue</b>							
Net rental income	\$ 102,422	\$ 78,819	\$ 95,925	\$ 136,014	\$ 89,987	\$ 280,288	\$ 2,202,395
Interest income	-	150	67	83	16	615	1,110
Other income	352	-	-	-	-	145,797	729,895
	<u>102,774</u>	<u>78,969</u>	<u>95,992</u>	<u>136,097</u>	<u>90,003</u>	<u>426,700</u>	<u>2,933,400</u>
<b>Expenses</b>							
Administration expenses	43,861	30,193	42,577	41,961	3,456	96,704	616,894
Utilities	11,986	10,890	17,556	34,991	12,550	29,179	290,326
Operating and maintenance	13,526	34,614	24,149	44,617	15,964	1,284,504	2,580,701
Taxes and insurance	28,040	7,765	9,010	27,883	15,616	32,477	429,298
Interest expense	13,600	4,001	-	-	-	40,346	386,601
Impairment loss	672,478	-	-	-	-	-	672,478
Depreciation and amortization	108,227	13,481	33,423	87,133	85,701	84,263	866,982
	<u>891,718</u>	<u>100,944</u>	<u>126,715</u>	<u>236,585</u>	<u>133,287</u>	<u>1,567,473</u>	<u>5,843,280</u>
Subtotal revenue over (under) expenses	(788,944)	(21,975)	(30,723)	(100,488)	(43,284)	(1,140,773)	(2,909,880)
Less elimination	6,143	9,912	6,131	7,891	6,340	31,608	412,470
Revenue over (under) expenses	<u>\$ (782,801)</u>	<u>\$ (12,063)</u>	<u>\$ (24,592)</u>	<u>\$ (92,597)</u>	<u>\$ (36,944)</u>	<u>\$ (1,109,165)</u>	<u>\$ (2,497,410)</u>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation and Affiliates**  
**Schedule of Expenditures of Federal Awards and Notes**  
**Year Ended December 31, 2021**

<b><u>Federal Grantor/Pass Through Grantor/Program Title</u></b>	<b><u>Federal CFDA Number</u></b>	<b><u>Pass Through Number</u></b>	<b><u>Federal Expenditures</u></b>
<b><u>U.S. Department of Health and Human Services</u></b>			
<b><u>Directly from Department of Health and Human Services:</u></b>			
Head Start	93.600	05CH011475-01	\$ 3,340,191
Head Start (CARES ACT)	93.600	05CH01147501C3	46,871
Head Start (ARP/CRRSA)	93.600	05HE000996	<u>4,569</u>
Total directly received from the Department of Health and Human Service			3,391,631
<b><u>Passed through Indiana State Department of Health:</u></b>			
Title V State Sexual Risk Avoidance Education (Title V State SRAE) Program	93.235	#040534	81,610
Maternal and Child Health Services Block Grant to the States	93.994	#038671 / #056932	73,362
Teen Pregnancy Prevention (TPP)	93.297	n/a	38,156
Teen Pregnancy Prevention (TPP)	93.297	#049083	136,581
Tuberculosis Control Program	93.116	#049573	<u>254,201</u>
Total passed through the Indiana State Department of Health			583,910
<b><u>Passed through Indiana State Department of Insurance:</u></b>			
State Health Insurance Assistance (SHIP)	93.324	#017896	<u>7,567</u>
Total passed through the Indiana State Department of Insurance			7,567
<b><u>Passed through Indiana Housing and Community Dev. Authority:</u></b>			
Community Services Block Grant	93.569	CS-021-012	227,478
Community Services Block Grant (carryover)	93.569	CS-020-012	30,987
Community Services Block Grant - CARES Act	93.569	CS-CV-020-012	162,756
Community Services Block Grant - Training Grant	93.569	CS-020-012-D	2,000
Community Services Block Grant - Transportation Grant	93.569	CS-CV-021-012-D	55,981

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation and Affiliates  
Schedule of Expenditures of Federal Awards and Notes (Continued)  
Year Ended December 31, 2021**

<b><u>Federal Grantor/Pass Through Grantor/Program Title</u></b>	<b><u>Federal CFDA Number</u></b>	<b><u>Pass Through Number</u></b>	<b><u>Federal Expenditures</u></b>
<b><u>Passed through Indiana Housing and Community Dev. Authority (Continued):</u></b>			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii (CDBG-OOR)	14.228	HD-019-003	\$ 5,334
Low-Income Home Energy Assistance and Low-Income Drinking Water and Wastewater Emergency Grant (ARPA Grant)	93.568	LI-ARPA-021-012	1,499,309
Low-Income Home Energy Assistance and Low-Income Drinking Water and Wastewater Emergency Grant (CARES Act)	93.568	LI-CV-020-012	394,371
Low-Income Home Energy Assistance and Low-Income Drinking Water and Wastewater Emergency Grant	93.568	LI-021-012	626,435
Low-Income Home Energy Assistance and Low-Income Drinking Water and Wastewater Emergency Grant	93.568	WL-021-012 / WL-022-012	169,367
Low-Income Home Energy Assistance and Low-Income Drinking Water and Wastewater Emergency Grant (ARPA Grant)	93.568	ARPA-WA-021-012	56,658
Emergency Rental Assistance Program (IERA)	21.023	IERA-PP-014	<u>8,494</u>
Total passed through the Indiana Housing and Community Development Authority			3,239,170

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation and Affiliates  
Schedule of Expenditures of Federal Awards and Notes (Continued)  
Year Ended December 31, 2021**

<b>Federal Grantor/Pass Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>	<b>Pass Through Number</b>	<b>Federal Expenditures</b>
<b><u>Passed through Indiana Family and Social Services Administration:</u></b>			
Aging Cluster:			
IIIA Aging - Administration	93.044	#059601 / 049780	\$ 66,096
IIIB Aging - Services	93.044	#059601 / 049780	304,782
IIIC Aging - Congregate Meals	93.045	#059601 / 049780	134,352
IIIC Aging - Home Delivered Meals	93.045	#059601 / 049780	149,852
Elderly Nutrition - Nutrition Services Incentive Program (NSIP)	93.053	#059601 / 049780	24,943
CARES - TIIIB Services	93.044	#042922	4,844
CARES - TIIIC Home Delivered Meals	93.045	#042922	31,791
Title III-C2 & Home Delivered Meals	93.045	#052531	43,632
Cluster Total			<u>760,292</u>
IIID Aging - Preventative Health	93.043	#059601 / 049780	7,985
IIIE National Family Caregiver Support	93.052	#059601 / 049780	41,442
VII Aging - Ombudsman	93.042	#059601 / 049780	1,921
S.S.B.G.	93.667	#059601 / 049780	153,230
CARES - TIIIE Family Caregiver Services	93.052	#042922	1,745
CARES - TVII Ombudsman	93.042	#042922	3,725
Choices Initiative - Lawrence/Washington	93.959	#044198	181,801
			<u>391,849</u>
Total passed through the Indiana Family and Social Services Administration			1,152,141
<b><u>Passed through Indiana University:</u></b>			
Area Health Education Centers	93.107	U77HP23068-10/11	78,515
Total passed through Indiana University			<u>78,515</u>
<b>TOTAL RECEIVED FROM THE U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			<b><u>\$ 8,452,934</u></b>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation and Affiliates  
Schedule of Expenditures of Federal Awards and Notes (Continued)  
Year Ended December 31, 2021**

<b>Federal Grantor/Pass Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>	<b>Pass Through Number</b>	<b>Federal Expenditures</b>
<b><u>U.S. Department of Agriculture</u></b>			
<b><u>Passed through Indiana State Department of Health:</u></b>			
Special Supplemental Nutrition Program for Women, Infants and Children (WIC)	10.557	#057570 / #046289	\$ 115,576
Total passed through the Indiana State Department of Health			115,576
<b><u>Passed through Indiana State Department of Education:</u></b>			
Child and Adult Food and Nutrition Program (CACFP)	10.558	47-1470092	136,027
Total passed through the Indiana State Department of Education			136,027
<b><u>Passed through Purdue University:</u></b>			
AgVets	10.334	2019-77028-29971	112,908
Total passed through Purdue University			112,908
<b>TOTAL RECEIVED FROM THE U.S. DEPARTMENT OF AGRICULTURE</b>			<b>\$ 364,511</b>
<b><u>U.S. Department of Housing and Urban Development</u></b>			
<b><u>Directly from Department of Housing and Urban Development:</u></b>			
HUD Housing Counseling	14.169	HC200421024	\$ 17,998
Total directly received from the U.S. Department of Housing and Urban Development			17,998
<b><u>Passed through Indiana Housing and Community Dev. Authority:</u></b>			
Section 8 Housing Choice Vouchers	14.871	HCV-0200-08	1,699,231
Home Investment Partnerships Program	14.239	CH-019-004	599,163
Home Investment Partnerships Program	14.239	CO-019-002/CO-019-011	58,318
Total passed through the Indiana Housing and Community Development Authority			2,356,712
<b>TOTAL RECEIVED FROM THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>			<b>\$ 2,374,710</b>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation and Affiliates  
Schedule of Expenditures of Federal Awards and Notes (Continued)  
Year Ended December 31, 2021**

<b><u>Federal Grantor/Pass Through Grantor/Program Title</u></b>	<b><u>Federal CFDA Number</u></b>	<b><u>Pass Through Number</u></b>	<b><u>Federal Expenditures</u></b>
<b><u>U.S. Department of Energy</u></b>			
<b><u>Passed through Indiana Housing and Community Dev. Authority:</u></b>			
Weatherization Assistance for Low-Income Persons	81.042	WX-021-012	\$ 266,709
Total passed through the Indiana Housing and Community Development Authority			<u>266,709</u>
<b>TOTAL RECEIVED FROM THE U.S. DEPARTMENT OF ENERGY</b>			<b><u>\$ 266,709</u></b>
<b><u>U.S. Department of Education</u></b>			
<b><u>Passed through Indiana State Department of Education:</u></b>			
Twenty-First Century Learning Centers Program	84.287	S287C170014	\$ 450,202
Total passed through the Indiana State Department of Education			<u>450,202</u>
<b>TOTAL RECEIVED FROM THE U.S. DEPARTMENT OF EDUCATION</b>			<b><u>\$ 450,202</u></b>
<b>TOTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS</b>			<b><u>\$ 11,909,066</u></b>

See independent auditor's report.

**Hoosier Uplands Economic Development Corporation and Affiliates  
Schedule of Expenditures of Federal Awards and Notes (Continued)  
Year Ended December 31, 2021**

**Note A - Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of HUEDC under programs of the federal government for the year ended December 31, 2021. The information in this schedule 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* ("Uniform Guidance"). Because the schedule presents only a selected portion of the operations of HUEDC, it is not intended to and does not present the financial position, changes in net assets or cash flows of HUEDC.

**Note B - Summary of Significant Accounting Policies**

Expenditures reported on the schedule of expenditures of federal awards are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance wherein some types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available. HUEDC does not use the 10% de minimis indirect rate allowed in the Uniform Guidance, Section 414.





**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***

Board of Directors  
Hoosier Uplands Economic Development Corporation and Affiliates

We have audited in accordance with 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 combined financial statements of Hoosier Uplands Economic Development Corporation which comprise the statement of financial position as of December 31, 2021 and the related combined statements of activities and cash flows for the year then ended, and the related notes to the combined financial statements and have issued our report thereon dated August 25, 2022. Our report includes a reference to other auditors who audited the financial statements of various partnerships, as described in our report on Hoosier Uplands Economic Development Corporation and Affiliates' combined financial statements. The financial statements of these various partnerships were not audited in accordance with *Government Auditing Standards*.

**Internal Control over Financial Reporting**

In planning and performing our audit of the combined financial statements, we considered Hoosier Uplands Economic Development Corporation's internal control over financial reporting (internal control) as a basis for designing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the combined financial statements, but not for the purpose of expressing an opinion on the effectiveness of Hoosier Uplands Economic Development Corporation internal control. Accordingly, we do not express an opinion on the effectiveness of Hoosier Uplands Economic Development Corporation'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 entity'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.

**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* (Continued)**

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Hoosier Uplands Economic Development Corporation's combined 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 financial statements. 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

MCM CPAs & Advisors LLP

Jeffersonville, Indiana  
August 25, 2022

## **Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance in Accordance with the Uniform Guidance**

Board of Directors  
Hoosier Uplands Economic Development Corporation and Affiliates

### **Report on Compliance for Each Major Federal Program**

#### ***Opinion on Each Major Federal Program***

We have audited Hoosier Uplands Economic Development Corporation and Affiliates' compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Hoosier Uplands Economic Development Corporation and Affiliates' major federal programs for the year ended December 31, 2021. Hoosier Uplands Economic Development Corporation and Affiliates' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Hoosier Uplands Economic Development Corporation and Affiliates complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2021.

#### ***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America ("GAAS"); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("Government Auditing Standards"); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Hoosier Uplands Economic Development Corporation and Affiliates and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Hoosier Uplands Economic Development Corporation and Affiliates' compliance with the compliance requirements referred to above.

**Independent Auditor's Report on Compliance with Each Major Federal Program and  
Report on Internal Control over Compliance in Accordance with the Uniform Guidance (Continued)**

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Hoosier Uplands Economic Development Corporation and Affiliates' federal programs.

***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Hoosier Uplands Economic Development Corporation and Affiliates' compliance based on our audit. 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 GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Hoosier Uplands Economic Development Corporation and Affiliates' compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Hoosier Uplands Economic Development Corporation and Affiliates' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Hoosier Uplands Economic Development Corporation and Affiliates' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 Hoosier Uplands Economic Development Corporation and Affiliates' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

**Independent Auditor's Report on Compliance for Each Major Federal Program and  
Report on Internal Control over Compliance in Accordance with the Uniform Guidance (Continued)**

**Report on 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 a 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.



Jeffersonville, Indiana  
August 25, 2022

**Hoosier Uplands Economic Development Corporation and Affiliates  
Schedule of Findings and Questioned Costs  
Year Ended December 31, 2021**

**Section I - Summary of Auditor's Results**

Financial Statements

Type of auditor's report issued:	<u>Unmodified</u>	
Internal control over financial reporting:		
Material weakness(es) identified?	_____ yes	<u>  X  </u> no
Significant deficiency(ies) identified not considered to be material weaknesses?	_____ yes	<u>  X  </u> none reported
Noncompliance material to financial statements noted?	_____ yes	<u>  X  </u> no

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	_____ yes	<u>  X  </u> no
Significant deficiency(ies) identified not considered to be material weaknesses?	_____ yes	<u>  X  </u> none reported

Type of auditors' report issued on compliance for major programs:	<u>Unmodified</u>	
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	_____ yes	<u>  X  </u> no

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>	
14.871	Section 8 Housing Choice Vouchers	\$ 1,699,231
93.044, 9.045, 93.053	Aging Cluster	760,291
93.600	Head Start	3,391,631

Dollar threshold used to distinguish between Type A and Type B programs:	\$750,000	
Auditee qualified as a low risk auditee?	<u>  X  </u> yes	_____ no

**Section II - Financial Statement Findings**

None

**Section III - Major Federal Award Programs Audit Findings**

None

**Hoosier Uplands Economic Development Corporation and Affiliates  
Summary Schedule of Prior Year Audit Findings  
Year Ended December 31, 2021**

None.

**Hoosier Uplands Economic Development Corporation and Affiliates  
Exit Conference  
Year Ended December 31, 2021**

Mitchell, Indiana

Subsequent to the conclusion of the audit, an exit conference was held.

Those in attendance, along with those associated with the audit report are as follows:

Representatives of the Agency

David Miller, Chief Executive Officer

Eric Zink, Chief Financial Officer

Representative of MCM CPAs & Advisors LLP

John Hill, Partner

Lee Ann Watters, Principal

The following matters were discussed at the exit conference:

- A. The format and content of the audit report draft.
- B. Hoosier Uplands Economic Development Corporation's review and approval of the audit report.