YWCA NORTHEAST INDIANA, INC.

FINANCIAL STATEMENTS

Year Ended December 31, 2010
With Summarized Information for December 31, 2009

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INDEPENDENT AUDITORS' REPORT

Board of Directors
YWCA Northeast Indiana, Inc.
Fort Wayne, Indiana

We have audited the accompanying statement of financial position of YWCA Northeast Indiana, Inc. (a nonprofit organization) as of December 31, 2010, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audits. The prior year summarized information has been derived from the Organization's 2009 financial statements and in our report dated April 7, 2010, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of YWCA Northeast Indiana, Inc. as of December 31, 2010, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The schedule of government funds received is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Dulin, Ward & DeWald, Inc.

Fort Wayne, Indiana
March 28, 2011

YWCA NORTHEAST INDIANA, INC.
STATEMENT OF FINANCIAL POSITION
December 31, 2010 with Summarized Information for December 31, 2009

	2010	2009
ASSETS		
Cash	$ 159,985	$ 54,141
Accounts receivable	84,367	83,986
Pledges receivable - net	332,462	182,145
Prepaid expenses	6,084	5,824
Investments	2,724,951	2,809,857
Beneficial interest	36,975	33,534
Cash restricted to investment in land, buildings and equipment	25,317	-
Land, buildings and equipment - net of accumulated depreciation	541,016	614,638
Total Assets	$ 3,911,157	$ 3,784,125
LIABILITIES AND NET ASSETS		
Accounts payable	$ 33,876	$ 36,516
Accrued expenses	14,976	13,271
Mortgage note payable	58,395	283,662
Total Liabilities	107,247	333,449
Net Assets:		
Unrestricted	2,577,372	2,382,196
Temporarily restricted	946,413	788,355
Permanently restricted	280,125	280,125
Total Net Assets	3,803,910	3,450,676
Total Liabilities and Net Assets	$ 3,911,157	$ 3,784,125

The accompanying notes are an integral part of these financial statements.

YWCA NORTHEAST INDIANA, INC.
STATEMENT OF ACTIVITIES
Year Ended December 31, 2010 with Summarized
Information for the Year Ended December 31, 2009

	2010 Unrestricted	2010 Temporarily Restricted	2010 Permanently Restricted
CHANGES IN NET ASSETS			
Support, Revenues and Gains:			
Contributions	$ 364,270	$ 572,500	$ -
United Way	12,514	155,373	-
Government funding - federal	-	289,847	-
Special events:			
Proceeds	128,325	-	-
Less direct benefits to donors	(9,075)	-	-
Program service fees	2,956	-	-
Trust and estate distributions	36,659	-	-
Investment income	77,171	16,238	-
Gain on investments	146,842	41,757	-
Miscellaneous	3,320	-	-
Net Assets Released From Restrictions:			
Satisfaction of program requirements	867,974	(867,974)	-
Satisfaction of purchase requirements	49,683	(49,683)	-
Total Support, Revenues and Gains	1,680,639	158,058	-
Expenses and Losses:			
Program services:			
Shelter for Victims of Domestic Violence	587,595	-	-
Outreach	251,948	-	-
Racial Justice	23,330	-	-
Steps to Success	77,360	-	-
Education	94,031	-	-
Total Program Services	1,034,264	-	-

(continued)

The accompanying notes are an integral part of these financial statements.

2010 Total	2009 Total
$ 936,770	$ 523,849
167,887	184,750
289,847	248,398
128,325	149,735
(9,075)	(8,247)
2,956	-
36,659	55,400
93,409	104,952
188,599	410,024
3,320	1,347
-	-
-	-
1,838,697	1,670,208
587,595	715,914
251,948	306,170
23,330	67,500
77,360	75,869
94,031	112,457
1,034,264	1,277,910

YWCA NORTHEAST INDIANA, INC.
STATEMENT OF ACTIVITIES
Year Ended December 31, 2010 with Summarized
Information for the Year Ended December 31, 2009

(continued)

	2010 Unrestricted	2010 Temporarily Restricted	2010 Permanently Restricted
Supporting services and other:			
Management and general	$ 321,731	$ -	$ -
Fundraising	63,983	-	-
Regional YWCA affiliation dues	10,353	-	-
Loss on disposal of land, building and equipment	55,132	-	-
Total Supporting Services and Other	451,199	-	-
Total Expenses and Losses	1,485,463	-	-
CHANGE IN NET ASSETS	195,176	158,058	-
NET ASSETS - beginning of year	2,382,196	788,355	280,125
NET ASSETS - end of year	$ 2,577,372	$ 946,413	$ 280,125

The accompanying notes are an integral part of these financial statements.

2010 Total	2009 Total
$ 321,731	$ 246,596
63,983	46,416
10,353	11,931
55,132	-
451,199	304,943
1,485,463	1,582,853
353,234	87,355
3,450,676	3,363,321
$ 3,803,910	$ 3,450,676

YWCA NORTHEAST INDIANA, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2010 with Summarized
Financial Information for the Year Ended December 31, 2009

	Program Services			
	Shelter for Victims of Domestic Violence	**Outreach**	**Racial Justice**	**Steps to Success**
Salaries	$ 384,461	$ 164,604	$ 16,589	$ 53,872
Employee health and retirement benefits	32,075	23,755	1,474	7,836
Payroll taxes	37,959	15,344	1,559	4,989
Total Salaries and Related Expenses	454,495	203,703	19,622	66,697
Professional fees	12,209	3,759	319	2,636
Occupancy	41,980	6,680	620	1,085
Equipment expense	9,733	4,533	745	980
Travel expense	5,578	10,477	30	1,790
Client welfare	5,194	2,126	-	2,265
Telephone	7,070	3,239	249	889
Staff training and meeting	1,194	532	49	236
Printing and publicity	5,346	1,885	1,632	478
Interest expense	-	-	-	-
Miscellaneous	92	11,436	-	18
Special events	15	-	-	-
Supplies and program expense	860	130	5	18
Postage	147	48	2	19
Membership dues	1,022	343	57	146
Total Expenses Before Depreciation	544,935	248,891	23,330	77,257
Depreciation	42,660	3,057	-	103
Total Expenses	$ 587,595	$ 251,948	$ 23,330	$ 77,360

The accompanying notes are an integral part of these financial statements.

	Supporting Services			Totals	
Education	Management & General	Fund Raising		2010	2009
$ 69,747	$ 155,416	$ 42,491		$ 887,180	$ 975,352
6,911	13,113	2,308		87,472	107,737
6,520	14,448	3,781		84,600	86,403
83,178	182,977	48,580		1,059,252	1,169,492
267	42,983	447		62,620	86,099
1,757	7,003	1,829		60,954	74,460
1,265	13,388	971		31,615	23,555
2,535	457	211		21,078	21,613
10	11,385	6		20,986	25,908
1,199	3,269	321		16,236	15,300
319	12,647	88		15,065	7,513
2,328	1,702	1,210		14,581	16,126
-	14,216	-		14,216	21,679
-	(144)	-		11,402	8,188
99	49	9,143		9,306	12,555
732	1,788	904		4,437	7,490
33	2,271	208		2,728	3,372
206	604	65		2,443	2,663
93,928	294,595	63,983		1,346,919	1,496,013
103	27,136	-		73,059	74,909
$ 94,031	$ 321,731	$ 63,983		$ 1,419,978	$ 1,570,922

YWCA NORTHEAST INDIANA, INC.
STATEMENT OF CASH FLOWS
Year Ended December 31, 2010 with Summarized Information
for the Year Ended December 31, 2009

	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ 353,234	$ 87,355
Adjustments to reconcile change in net assets to cash flows from operating activities:		
Depreciation	73,059	74,909
In-kind contribution of land, building and equipment	(4,271)	-
Increase in present value discount	16,200	-
Net (gain) loss on investments	(188,599)	(410,024)
(Gain) loss on disposal of land, building and equipment	55,132	-
Change in beneficial interest	(3,441)	(5,989)
Contributions restricted for long-term purposes	(75,000)	-
Change in assets and liabilities:		
(Increase) decrease in:		
Accounts receivable	(381)	(32,272)
Pledges receivable	(166,517)	140,766
Prepaid expenses	(260)	(1,933)
Increase (decrease) in:		
Accounts payable	(2,640)	(9,551)
Accrued expenses	1,705	(4,052)
Cash Flows From Operating Activities	58,221	(160,791)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	(71,908)	(76,522)
Proceeds from sale of investments	345,413	272,522
Increase in cash restricted to investment in land, building and equipment	(25,317)	-
Purchase of land, building and equipment	(50,298)	-
Contributions restricted for long-term purposes	75,000	-
Cash Flows From Investing Activities	272,890	196,000
CASH FLOWS FROM FINANCING ACTIVITIES		
Reduction of long-term debt	(225,267)	(12,645)
Net increase (decrease) in line of credit	-	(47,000)
Cash Flows From Financing Activities	(225,267)	(59,645)
INCREASE (DECREASE) IN CASH	105,844	(24,436)
CASH - beginning of year	54,141	78,577
CASH - end of year	$ 159,985	$ 54,141

The accompanying notes are an integral part of these financial statements.

YWCA NORTHEAST INDIANA, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2010

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

YWCA Northeast Indiana, Inc. (the Association) is a women's membership movement with Christian roots that draws together members from diverse backgrounds who strive to create opportunities for women's growth, leadership and power in order to attain peace, justice, freedom and dignity for all people.

Income Taxes

The Association is a nonprofit voluntary health and welfare organization, exempt from income tax under Section 501(c)(3) of the Internal Revenue Code, and qualifies for the 50% charitable contributions deduction limitation. The Association has been classified as an organization that is not a private foundation under Section 509(a) of the Internal Revenue Code. The Association's income tax filings are subject to audit by various taxing authorities. The Association's open audit periods include years ending December 31, 2007-2010. The Association's management has determined that there are no events that would more likely than not cause the above tax position to change within the next twelve months. The Organization recognizes interest and penalties related to income tax matters in interest expense.

Estimates

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

Receivables

The Association recognizes pledges as public support in the year that a firm pledge is made, and if necessary provides an allowance for uncollectible pledges receivable equal to the estimated collection losses that will be incurred in collection of all pledges. The estimated losses are based on historical collection experience coupled with a review of the current status of the existing receivables.

(continued)

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Investments

Investments are reported at fair value. Substantially all of the investments have readily determinable values. Fair values are determined by brokerage statements from reputable brokerage firms.

Public Support and Revenue

All contributions are generally available for unrestricted use in the related year received unless specifically restricted by the donor. Unconditional promises to give are recorded as received. Unconditional promises to give due in the next year are reflected as current pledges receivable and are recorded at their net realizable value. Unconditional promises to give due in subsequent years are also reflected as current pledges receivable; however, they are recorded at the present value of their net realizable value, using risk-free interest rates applicable to the years in which the promises are received to discount the amounts. Amortization of discounts is included in contribution revenue. An allowance for uncollectible promises to give is provided based on management's evaluation of historical experience.

Grants and other contributions of cash are reported as temporarily restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Endowment contributions and investments are permanently restricted by the donor. Investment earnings available for distribution are recorded in unrestricted net assets. Amounts charged to participants in excess of value for special events are recorded as temporarily restricted revenue to benefit the designated program. Program fees restricted by grants are recorded as temporarily restricted revenue.

Land, Buildings and Equipment

Land, buildings and equipment are stated at cost or at fair value where a recent appraisal is available or, if donated, at fair value at date of the gift. Items with a cost or value of $500 or more and a useful life of one year or more are capitalized. The Association follows the policy of providing depreciation on the straight-line method for financial reporting purposes over the estimated useful lives of the related assets. It is not the Association's policy to imply time restrictions expiring over the useful life of the donated assets. In the absence of donor-imposed restrictions on the use of the asset, gifts of long lived assets are reported as unrestricted support.

(continued)

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial Statement Presentation

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Association's financial statements for the year ended December 31, 2009, from which the summarized information was derived.

Reclassification

Certain reclassifications have been made to conform prior year's financial statements to the current presentation. These reclassifications have no effect on previously reported operational results.

Subsequent Events

Management has evaluated subsequent events through March 28, 2011, the date which the financial statements were available for issue.

2. PLEDGES RECEIVABLE

Pledges receivable as of December 31, 2010 consist of the following:

Pledges receivable	$ 353,176
Less allowance for uncollectible pledges	4,514
Less unamortized present value discount	16,200
Net pledges receivable	$ 332,462
Amounts due in:	
Less than one year	$ 123,176
One to five years	115,000
More than five years	115,000
	$ 353,176

The Association has received notification of intentions to give in the amount of $142,873 from the United Ways of Allen, DeKalb, Huntington and Wells counties. The expected funding is to be used for programs in 2011 and has not been recorded as an asset of the Association as of December 31, 2010.

3. LAND, BUILDINGS AND EQUIPMENT

Land, buildings and equipment consist of the following:

Land	$ 86,903
Buildings and building improvements	1,085,537
Equipment	283,362
	1,455,802
Accumulated depreciation	914,786
	$ 541,016

4. INVESTMENTS

Investments are summarized as follows:

Cash and cash equivalents	$ 156,528
Government obligations	7,628
Corporate obligations	47,346
Mutual funds	584,727
Equities	1,859,823
Other investments	68,899
	$ 2,724,951

5. BENEFICIAL INTEREST

The beneficial interest totaling $36,975 at December 31, 2010 consists of funds held by the Community Foundations of Greater Fort Wayne, DeKalb County, Huntington County, Noble County, Wells County and Whitley County (Foundations) which are the result of an agreement whereby the Association has transferred assets to the Foundations and has specified itself as the beneficiary of the assets. The Association may draw up to a certain percent of the value of the assets each year, but may only obtain a return of the full value of the assets upon consent of the Foundations.

Additionally, the Community Foundation of Greater Fort Wayne holds investment assets, with a value of $3,734, for the benefit of the Association for which the Foundation has retained variance power. These assets are not recorded as assets of the Association.

6. FAIR VALUE MEASUREMENT

Assets and liabilities recorded at fair value in the statement of financial position are categorized based upon the level of judgment associated with the inputs used to measure their fair value. Level inputs are defined as follows:

Level 1. Unadjusted quoted prices in active markets for identical assets and liabilities.

Level 2. Observable inputs other than those included in Level 1, such as quoted market prices for similar assets or liabilities in active markets or quoted market prices for identical assets or liabilities in active markets.

Level 3. Unobservable inputs reflecting management's own assumptions about the inputs used in pricing the asset or liability. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgment or estimation.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets and liabilities measured at fair value.

Investments. Value determined by reference to quoted market prices and other relevant information generated by market transactions.

Pledges receivable – long-term. Value reflected at the present value of estimated future cash flows determined with a discount rate of 3.53%.

Beneficial interest. Value based upon the Organization's proportionate share of the Community Foundations of Greater Fort Wayne, DeKalb County, Huntington County, Noble County, Wells County and Whitley County's pooled investment portfolio.

(continued)

6. FAIR VALUE MEASUREMENT (continued)

Fair value of assets and liabilities measured on a recurring basis at December 31, 2010 are as follows:

	Level 1	Level 3
Investments:		
Government obligations	$ 7,628	$ -
Corporate obligations	47,346	-
Fixed income:		
EFT's	25,267	-
Mutual funds	548,201	-
Domestic mutual funds	11,259	-
Equities:		
Consumer discretionary	147,000	-
Consumer staples	124,125	-
Energy	135,549	-
Financial	178,678	-
Health care	130,861	-
Industrial	134,771	-
Information technology	255,852	-
Materials	43,778	-
Telecommunications	44,144	-
Utilities	34,853	-
International equities	28,539	-
Domestic mutual funds	27,647	-
International mutual funds	29,892	-
Mutual funds	544,134	-
Complementary strategies	31,140	-
Real estate investment trusts (REITS)	5,011	-
Real estate funds	32,748	-
Pledges receivable – long-term	-	213,800
Beneficial interest	-	36,975
	$ 2,568,423	$ 250,775

(continued)

6. FAIR VALUE MEASUREMENT (continued)

Following is a reconciliation of activity for assets and liabilities measured at fair value based on significant unobservable inputs for the year ending December 31, 2010:

	Pledges receivable
Beginning balance - January 1, 2010	$ -
Additions to long-term pledges	230,000
Pledges which became due within one year	-
Change in present value discount	(16,200)
Ending balance - December 31, 2010	$ 213,800

	Beneficial interest
Beginning balance - January 1, 2010	$ 33,534
Total gains and losses included in earnings:	
Interest and dividends	875
Unrealized gain	2,827
Realized gain	209
Investment fees	(470)
Ending balance - December 31, 2010	$ 36,975

7. LINE OF CREDIT

The Association has $200,000 of non-revolving credit authorizations with First Source Bank, to be drawn upon as needed, bearing interest at .25% above the prime rate with a floor of 4.50% (4.50% as of December 31, 2010). The authorization is secured by real estate. No amount was outstanding as of December 31, 2010.

The amount of interest charged to operations was $829 in 2010.

8. MORTGAGE NOTE PAYABLE

The mortgage note payable in the amount of $58,395 at December 31, 2010 is due to First Source Bank in monthly installments of $2,625, including interest at 6.4%. The note is due May 2013 and is secured by real estate. During 2010 an additional $211,489 of principal payments were made on the mortgage note payable and in January 2011 the note was paid in full.

The amount of interest charged to operations was $13,387 in 2010.

9. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are restricted for the following purposes:

Domestic violence	$ 420,000
Reception area remodeling	20,525
Technology	4,792
Outreach program	4,375
Endowment	496,721
	$ 946,413

10. ENDOWMENT

The Association has currently invested its donor-restricted endowment funds in an investment account with a mixture of equities, fixed income and cash and cash equivalents. The endowments have been established to promote the mission of the agency. As required by GAAP, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

(continued)

10. ENDOWMENT (continued)

Interpretation of Relevant Law

The Board of Directors of YWCA Northeast Indiana, Inc. has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

(1) The duration and preservation of the fund
(2) The purposes of the Association and the donor-restricted endowment fund
(3) General economic conditions
(4) The possible effect of inflation and deflation
(5) The expected total return from income and the appreciation of investments
(6) Other resources of the Association
(7) The investment policies of the Association

Endowment Net Asset Composition by Type of Fund as of December 31, 2010

	Donor Restricted Endowment
Unrestricted	$ -
Temporarily restricted	496,721
Permanently restricted	280,125
Total funds	$ 776,846

(continued)

10. ENDOWMENT (continued)

Changes in Endowment Net Assets for the Year Ended December 31, 2010

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets - beginning of year	$ -	$ 453,317	$ 280,125	$ 733,442
Investment return:				
Investment income	-	16,238	-	16,238
Net appreciation (realized and unrealized)	-	41,757	-	41,757
Fees	-	(4,266)	-	(4,266)
Total investment return	-	53,729	-	53,729
Appropriation of endowment assets for expenditure	-	(10,325)	-	(10,325)
Endowment net assets - end of year	$ -	$ 496,721	$ 280,125	$ 776,846

Description of Amounts Classified as Permanently Restricted Net Assets and Temporarily Restricted Net Assets (Endowment Only)

Permanently Restricted Net Assets		
The portion of perpetual endowment funds that is required to be retained permanently either by explicit donor stipulation or by UPMIFA	$	280,125
Temporarily Restricted Net Assets		
The portion of perpetual endowment funds subject to a time restriction under UPMIFA:		
Without purpose restrictions	$	496,721

(continued)

10. ENDOWMENT (continued)

Return Objectives and Risk Parameters

The Association has adopted investment and spending policies for endowment assets that attempt to preserve the principal in terms of its purchasing power so the fund will be able to serve the Organization's needs over the long term; produce sufficient income to meet the needs of the Organization; and provide long-term growth in assets as may be fairly balanced by the need for reasonable income and investment risk. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to achieve satisfactory investment returns while gaining the risk control of diversification.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Association relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Association targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Association has a policy of appropriating for distribution up to 5% of the market value of the investment at September 30 of each of the three preceding calendar years, averaged, after deductions of portfolio transaction costs, management fees and adjustments for contributions and withdrawals. In establishing this policy, the Organization considered the long-term expected return on its endowment.

11. RETIREMENT PLAN

The Association participates in a multi-employer defined benefit retirement plan (YWCA Retirement Fund, Inc.) administered by YWCA USA that covers all employees with at least two years of service who have worked 1,000 hours during any two years of employment. The Association contributes 7.5% of salary for the benefit of each participant and the national retirement fund contributes an additional 3%. Participants are 100% vested immediately upon participation in the plan. The amount charged to operations was $48,170 for 2010.

12. RENTAL EXPENSE UNDER OPERATING LEASES

The Association leases office equipment under an operating lease expiring in 2013. Total rental expense for the year ended December 31, 2010 was $11,841.

Minimum future rental payments under noncancelable operating leases having initial or remaining terms in excess of one year as of December 31, 2010 for each of the next five years and in the aggregate are:

2011	$	7,080
2012		7,080
2013		7,080
2014 and thereafter		-
	$	21,240

Additionally, the Organization rents office equipment on a month-to-month basis. Total rental expense under cancelable operating leases was $450 for 2010.

13. ADVERTISING COSTS

Advertising costs are charged to operations when incurred. The cost of advertising charged to operations in 2010 was $3,114.

14. CREDIT RISK AND CONCENTRATIONS

The Association receives a significant amount of its public support from the federal government. A significant reduction in the level of this support, if this were to occur, may have an effect on the operations of the Association.

Financial instruments which potentially subject the Association to concentrations of credit risk consist of money market accounts and investment securities.

15. STATEMENT OF CASH FLOWS SUPPLEMENTAL DISCLOSURES

Cash used in operating activities for interest amounted to $14,814 in 2010.

16. IN-KIND CONTRIBUTIONS

The Association recognized contribution revenue for certain services received at the fair value of those services. Those services include the following:

Program services:		
Facility space	$	4,453
Management and general:		
Publicity		3,280
Training		10
Supplies		100
Fundraising:		
Professional services		3,943
Publicity		801
Supplies		1,054
	$	13,641

YWCA NORTHEAST INDIANA, INC.
SCHEDULE OF GOVERNMENT FUNDS RECEIVED
Year Ended December 31, 2010

Federal Grantor/ Pass-Through Grantor/Program Title	Federal CFDA Number	Agency or Pass-Through Number	Revenue Recognized
U.S. Department of Housing and Urban Development:			
Passed through City of Fort Wayne:			
Emergency Shelter Grants Program	14.231	N/A	$ 12,000
Passed through Indiana Housing and Community Development Authority:			
Emergency Shelter Grants Program	14.231	ES-009-083 ES-010-078	24,932
U.S. Department of Health and Human Services:			
Passed through Indiana Criminal Justice Institute:			
Family Violence Prevention and Services Grants for Battered Women's Shelter	93.591	09FFV0035	69,981
Social Services Block Grant	93.667	09SSBG0022	80,738
U.S. Department of Justice:			
Passed through Indiana Criminal Justice Institute:			
Crime Victim Assistance	16.575	09VA010 & 10VANP017	39,771
Violence Against Women Formal Grants	16.588	09ST038 & 10STVS035	25,485
Domestic Violence Prevention and Treatment	N/A	09DV0036	35,420
Indiana Department of Child Services:			
Social services block grant	93.570	97-10-FM-00095089	1,520
Total Government Funds Received			$ 289,847

See accountants' report.