

*Consolidated Financial Statements  
with Supplemental Information*

**Fort Wayne Rescue Mission Ministries,  
Inc. d/b/a The Rescue Mission and Fort  
Wayne Rescue Mission Ministries  
Foundation, Inc.**

June 30, 2017 and 2016

***FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
D/B/A THE RESCUE MISSION AND FORT WAYNE  
RESCUE MISSION MINISTRIES FOUNDATION, INC.***

***Consolidated Financial Statements with Supplemental Information  
June 30, 2017 and 2016***

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Certified Public Accountants • Business Consultants

## **Independent Auditors' Report**

Board of Trustees

Fort Wayne Rescue Mission Ministries, Inc. d/b/a The Rescue Mission  
and Fort Wayne Rescue Mission Ministries Foundation, Inc.  
Fort Wayne, Indiana

We have audited the accompanying consolidated financial statements of Fort Wayne Rescue Mission Ministries, Inc. d/b/a The Rescue Mission and Fort Wayne Rescue Mission Ministries Foundation, Inc. (a nonprofit organization), which comprise the consolidated statements of financial position as of June 30, 2017 and 2016, and the related consolidated statements of activities, cash flows, and functional expenses for the years then ended, and the related notes to the consolidated financial statements.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits 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 consolidated financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Organization's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Fort Wayne Rescue Mission Ministries, Inc. d/b/a The Rescue Mission and Fort Wayne Rescue Mission Ministries Foundation, Inc., as of June 30, 2017 and 2016, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

## **Report on Supplemental Information**

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplemental information on pages 23 to 26 is presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.



**BADEN, GAGE & SCHROEDER, LLC**

Fort Wayne, Indiana  
November 3, 2017

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
D/B/A THE RESCUE MISSION AND FORT WAYNE  
RESCUE MISSION MINISTRIES FOUNDATION, INC.**

**Consolidated Statements of Financial Position  
June 30, 2017 and 2016**

	<u>ASSETS</u>	<u>2017</u>	<u>2016</u>
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		\$ 2,160,262	\$ 2,137,795
Accounts receivable		5,163	2,654
Contributions receivable		979,484	565,784
Prepaid expenses and other assets		10,535	29,206
Investments		<u>4,727,154</u>	<u>4,652,637</u>
Total Current Assets		7,882,598	7,388,076
<b>NET PROPERTY AND EQUIPMENT</b>		4,748,723	4,924,616
<b>OTHER ASSETS</b>			
Contributions receivable		1,746,945	263,664
Beneficial interest in charitable trusts		358,800	352,400
Property held for investment		<u>1,416,677</u>	<u>-</u>
Total Other Assets		<u>3,522,422</u>	<u>616,064</u>
<b>TOTAL ASSETS</b>		<u>\$ 16,153,743</u>	<u>\$ 12,928,756</u>
<b><u>LIABILITIES AND NET ASSETS</u></b>			
<b>CURRENT LIABILITIES</b>			
Line of credit		\$ 990,000	\$ 990,000
Accounts payable		139,883	110,744
Accrued expenses		<u>172,865</u>	<u>189,580</u>
Total Current Liabilities		1,302,748	1,290,324
<b>NET ASSETS</b>			
Unrestricted		10,650,523	8,870,961
Temporarily restricted		3,893,557	2,459,956
Permanently restricted		<u>306,915</u>	<u>307,515</u>
Total Net Assets		<u>14,850,995</u>	<u>11,638,432</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>		<u>\$ 16,153,743</u>	<u>\$ 12,928,756</u>

See Notes to Consolidated Financial Statements.

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
D/B/A THE RESCUE MISSION AND FORT WAYNE  
RESCUE MISSION MINISTRIES FOUNDATION, INC.**

**Consolidated Statement of Activities  
Year Ended June 30, 2017**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
<b>SUPPORT AND REVENUE</b>				
Contributions and grants	\$ 5,432,344	\$ 2,565,000	\$ -	\$ 7,997,344
In-kind contributions	306,475	-	-	306,475
United Way	80,033	-	-	80,033
Thrift store	532,266	-	-	532,266
Investment income	437,918	-	-	437,918
Change in value of charitable trusts	-	7,000	(600)	6,400
Other	32,874	-	-	32,874
Net assets released from restrictions	<u>1,138,399</u>	<u>(1,138,399)</u>	<u>-</u>	<u>-</u>
<b>TOTAL SUPPORT AND REVENUE</b>	<b>7,960,309</b>	<b>1,433,601</b>	<b>(600)</b>	<b>9,393,310</b>
<b>EXPENSES</b>				
Emergency shelter for the homeless and transient	859,874	-	-	859,874
Short term residence and rehabilitation	937,518	-	-	937,518
Resident and community meals	437,780	-	-	437,780
Long term residence and rehabilitation	1,269,969	-	-	1,269,969
Store/warehouse	<u>904,002</u>	<u>-</u>	<u>-</u>	<u>904,002</u>
Total program expense	4,409,143	-	-	4,409,143
Management and general	593,582	-	-	593,582
Fundraising	<u>1,178,022</u>	<u>-</u>	<u>-</u>	<u>1,178,022</u>
Total Expenses	<u>6,180,747</u>	<u>-</u>	<u>-</u>	<u>6,180,747</u>
<b>CHANGE IN NET ASSETS</b>	<b>1,779,562</b>	<b>1,433,601</b>	<b>(600)</b>	<b>3,212,563</b>
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>8,870,961</u>	<u>2,459,956</u>	<u>307,515</u>	<u>11,638,432</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 10,650,523</u>	<u>\$ 3,893,557</u>	<u>\$ 306,915</u>	<u>\$ 14,850,995</u>

See Notes to Consolidated Financial Statements.

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
D/B/A THE RESCUE MISSION AND FORT WAYNE  
RESCUE MISSION MINISTRIES FOUNDATION, INC.**

**Consolidated Statement of Activities  
Year Ended June 30, 2016**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
<b>SUPPORT AND REVENUE</b>				
Contributions and grants	\$ 4,095,709	\$ 2,303,930	\$ -	\$ 6,399,639
In-kind contributions	327,923	-	-	327,923
United Way	89,110	-	-	89,110
Thrift store	280,610	-	-	280,610
Investment loss	(59,954)	-	-	(59,954)
Change in value of charitable trusts	-	(3,000)	9,500	6,500
Other	(562)	-	-	(562)
Net assets released from restrictions	<u>465,857</u>	<u>(465,857)</u>	<u>-</u>	<u>-</u>
<b>TOTAL SUPPORT AND REVENUE</b>	5,198,693	1,835,073	9,500	7,043,266
<b>EXPENSES</b>				
Emergency shelter for the homeless and transient	785,688	-	-	785,688
Short term residence and rehabilitation	874,880	-	-	874,880
Resident and community meals	443,418	-	-	443,418
Long term residence and rehabilitation	1,172,230	-	-	1,172,230
Store/warehouse	<u>609,896</u>	<u>-</u>	<u>-</u>	<u>609,896</u>
Total program expense	3,886,112	-	-	3,886,112
Management and general	518,061	-	-	518,061
Fundraising	<u>1,075,876</u>	<u>-</u>	<u>-</u>	<u>1,075,876</u>
Total Expenses	<u>5,480,049</u>	<u>-</u>	<u>-</u>	<u>5,480,049</u>
<b>CHANGE IN NET ASSETS</b>	(281,356)	1,835,073	9,500	1,563,217
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>9,152,317</u>	<u>624,883</u>	<u>298,015</u>	<u>10,075,215</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 8,870,961</u>	<u>\$ 2,459,956</u>	<u>\$ 307,515</u>	<u>\$ 11,638,432</u>

See Notes to Consolidated Financial Statements.

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
D/B/A THE RESCUE MISSION AND FORT WAYNE  
RESCUE MISSION MINISTRIES FOUNDATION, INC.**

**Consolidated Statements of Cash Flows  
Years Ended June 30, 2017 and 2016**

	<u>2017</u>	<u>2016</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 3,212,563	\$ 1,563,217
Adjustments to Reconcile Change in Net Assets to Net Cash		
Provided By Operating Activities:		
Depreciation and amortization	288,698	246,108
Net realized and unrealized (gains) losses on investments	(350,576)	167,421
Change in beneficial interest in charitable trusts	(6,400)	(6,500)
Contributions of marketable securities	(255,542)	(18,728)
Contributions of property and equipment	(1,900)	(24,165)
Gain on disposal of assets	(31,907)	-
(Increase) Decrease in Assets:		
Accounts receivable	(2,509)	757
Contributions receivable	(1,896,981)	(346,820)
Prepaid expenses and other assets	18,671	(361)
Increase (Decrease) in Liabilities:		
Accounts payable	29,141	46,387
Accrued expenses	<u>(16,715)</u>	<u>66,687</u>
Net Cash Provided By Operating Activities	986,543	1,694,003
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property and equipment	(147,271)	(475,653)
Purchase of property held for investment	(1,416,677)	-
Proceeds from sale of property and equipment	68,270	-
Purchase of investments	(83,682)	(108,208)
Proceeds from sale of investments	<u>615,284</u>	<u>647,817</u>
Net Cash Provided By (Used In) Investing Activities	(964,076)	63,956
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net repayments on line of credit	<u>-</u>	<u>(350,000)</u>
<b>NET INCREASE CASH AND CASH EQUIVALENTS</b>	22,467	1,407,959
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>2,137,795</u>	<u>729,836</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 2,160,262</u>	<u>\$ 2,137,795</u>

(Continued)



**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
D/B/A THE RESCUE MISSION AND FORT WAYNE  
RESCUE MISSION MINISTRIES FOUNDATION, INC.**

**Consolidated Statements of Cash Flows (Continued)**  
**Years Ended June 30, 2017 and 2016**

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	<u>2017</u>	<u>2016</u>
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:</b>		
Cash paid during the year for interest	\$ 16,175	\$ 13,487
<b>NONCASH INVESTING ACTIVITIES:</b>		
In-kind donations of property and equipment received	\$ 1,900	\$ 24,165
In-kind donations of marketable securities received	255,542	18,728

**See Notes to Consolidated Financial Statements.**

**FORT WAYNE RESCUE MISSION MINISTRIES, INC. D/B/A THE RESCUE MISSION  
AND FORT WAYNE RESCUE MISSION MINISTRIES FOUNDATION, INC.**

**Consolidated Statements of Functional Expenses  
Year Ended June 30, 2017**

	<b>Emergency Shelter for the Homeless and Transient</b>	<b>Short Term Residence and Rehabil- itation</b>	<b>Resident and Community Meals</b>	<b>Long Term Residence and Rehabil- itation</b>	<b>Store/ Warehouse</b>	<b>Total Program Expense</b>	<b>Management and General</b>	<b>Fund- raising</b>	<b>Total Expenses</b>
Salaries and wages	\$ 532,256	\$ 492,501	\$ -	\$ 746,596	\$ 364,946	\$ 2,136,299	\$ 260,740	\$ 399,467	\$ 2,796,506
Employee benefits	94,640	89,350	-	125,270	43,035	352,295	48,744	79,496	480,535
Payroll taxes	<u>34,782</u>	<u>33,883</u>	-	<u>54,318</u>	<u>27,003</u>	<u>149,986</u>	<u>14,971</u>	<u>26,550</u>	<u>191,507</u>
Total salaries, wages and related expenses	661,678	615,734	-	926,184	434,984	2,638,580	324,455	505,513	3,468,548
Thrift store purchases	-	-	-	-	14,616	14,616	-	-	14,616
Equipment maintenance	36,824	70,578	-	54,621	53,302	215,325	5,477	1,457	222,259
Food	-	-	437,780	-	-	437,780	-	-	437,780
Professional fees	24,491	27,304	-	26,542	58,036	136,373	60,963	80,573	277,909
Supplies	31,157	27,444	-	43,859	13,992	116,452	7,941	5,280	129,673
Telephone	610	3,374	-	3,000	5,495	12,479	3,754	956	17,189
Postage and shipping	39	449	-	570	213	1,271	2,882	11,285	15,438
Occupancy	24,698	50,366	-	39,252	184,794	299,110	3,765	-	302,875
Board administration	-	-	-	-	-	-	10,666	-	10,666
Printing and publications	9,497	10,313	-	13,938	9,700	43,448	8,114	429,635	481,197
Vehicle expense	7,506	5,752	-	5,290	8,704	27,252	12,354	6,196	45,802
Continuing education	169	45	-	3,677	-	3,891	6,456	21,161	31,508
Specific assistance to individuals	2,211	1,283	-	38,728	-	42,222	3,999	-	46,221
Membership dues	947	664	-	1,108	595	3,314	8,044	2,349	13,707
Insurance	9,882	12,842	-	11,490	10,933	45,147	25,888	1,522	72,557
Travel and meals	1,419	95	-	2,161	2,083	5,758	12,348	7,851	25,957
Interest	-	-	-	-	-	-	16,175	-	16,175
Other	16,510	13,120	-	13,821	54,066	97,517	63,738	100,717	261,972
Depreciation and amortization	<u>32,236</u>	<u>98,155</u>	-	<u>85,728</u>	<u>52,489</u>	<u>268,608</u>	<u>16,563</u>	<u>3,527</u>	<u>288,698</u>
<b>TOTAL EXPENSES</b>	<b>\$ 859,874</b>	<b>\$ 937,518</b>	<b>\$ 437,780</b>	<b>\$ 1,269,969</b>	<b>\$ 904,002</b>	<b>\$ 4,409,143</b>	<b>\$ 593,582</b>	<b>\$ 1,178,022</b>	<b>\$ 6,180,747</b>

See Notes to Consolidated Financial Statements.

**FORT WAYNE RESCUE MISSION MINISTRIES, INC. D/B/A THE RESCUE MISSION  
AND FORT WAYNE RESCUE MISSION MINISTRIES FOUNDATION, INC.**

**Consolidated Statements of Functional Expenses  
Year Ended June 30, 2016**

	<b>Emergency Shelter for the Homeless and Transient</b>	<b>Short Term Residence and Rehabil- itation</b>	<b>Resident and Community Meals</b>	<b>Long Term Residence and Rehabil- itation</b>	<b>Store/ Warehouse</b>	<b>Total Program Expense</b>	<b>Management and General</b>	<b>Fund- raising</b>	<b>Total Expenses</b>
Salaries and wages	\$ 497,157	\$ 467,103	\$ -	\$ 677,772	\$ 286,772	\$ 1,928,804	\$ 282,653	\$ 347,336	\$ 2,558,793
Employee benefits	81,536	66,952	-	97,591	18,566	264,645	44,197	55,189	364,031
Payroll taxes	<u>30,548</u>	<u>30,695</u>	<u>-</u>	<u>46,903</u>	<u>20,002</u>	<u>128,148</u>	<u>15,372</u>	<u>21,811</u>	<u>165,331</u>
Total salaries, wages and related expenses	609,241	564,750	-	822,266	325,340	2,321,597	342,222	424,336	3,088,155
Equipment maintenance	38,349	77,325	-	62,914	35,184	213,772	10,257	731	224,760
Food	-	-	443,418	-	-	443,418	-	-	443,418
Professional fees	23,357	27,830	-	29,951	82,752	163,890	31,412	71,798	267,100
Supplies	25,343	19,442	-	45,950	12,232	102,967	9,356	6,457	118,780
Telephone	1,112	4,109	-	3,690	5,087	13,998	2,373	1,065	17,436
Postage and shipping	259	35	-	1,087	915	2,296	1,178	14,038	17,512
Occupancy	24,886	48,188	-	36,918	78,391	188,383	5,606	-	193,989
Board administration	-	-	-	-	-	-	9,245	32	9,277
Printing and publications	464	333	-	333	719	1,849	1,514	490,579	493,942
Vehicle expense	4,071	8,936	-	8,805	11,260	33,072	14,907	7,134	55,113
Continuing education	-	-	-	3,209	-	3,209	4,365	19,451	27,025
Specific assistance to individuals	3,399	151	-	32,294	-	35,844	3,212	-	39,056
Membership dues	260	119	-	1,145	85	1,609	8,302	1,394	11,305
Insurance	11,689	12,190	-	14,629	8,171	46,679	22,780	716	70,175
Travel and meals	226	32	-	3,662	4,905	8,825	14,500	7,265	30,590
Interest	-	-	-	-	-	-	13,487	-	13,487
Other	15,552	14,147	-	19,890	18,657	68,246	15,786	28,789	112,821
Depreciation and amortization	<u>27,480</u>	<u>97,293</u>	<u>-</u>	<u>85,487</u>	<u>26,198</u>	<u>236,458</u>	<u>7,559</u>	<u>2,091</u>	<u>246,108</u>
<b>TOTAL EXPENSES</b>	<b><u>\$ 785,688</u></b>	<b><u>\$ 874,880</u></b>	<b><u>\$ 443,418</u></b>	<b><u>\$ 1,172,230</u></b>	<b><u>\$ 609,896</u></b>	<b><u>\$ 3,886,112</u></b>	<b><u>\$ 518,061</u></b>	<b><u>\$ 1,075,876</u></b>	<b><u>\$ 5,480,049</u></b>

See Notes to Consolidated Financial Statements.

***FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
D/B/A THE RESCUE MISSION AND FORT WAYNE  
RESCUE MISSION MINISTRIES FOUNDATION, INC.***

***Notes to Consolidated Financial Statements  
June 30, 2017 and 2016***

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**Note 1. Organization and Summary of Significant Accounting Policies**

Organization:

Fort Wayne Rescue Mission Ministries, Inc. d/b/a The Rescue Mission ("Mission") and Fort Wayne Rescue Mission Ministries Foundation, Inc. ("Foundation") (collectively, the "Organization") is a not-for-profit organization whose mission and activities are to provide emergency shelter, transitional living and rehabilitation to the homeless. The Foundation's function is to provide support to the Mission. The Organization's revenue and other support are derived principally from contributions and local grants, and its activities are conducted principally in Allen County, Indiana.

Principles of Consolidation:

The consolidated financial statements include the accounts of the Mission and the Foundation. All significant inter-organization accounts and transactions have been eliminated in consolidation.

Basis of Preparation:

The consolidated financial statements are prepared on an accrual basis of accounting.

The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. Temporarily restricted net assets are those whose use by the Organization has been limited by donors to a specific time period or purpose. Permanently restricted net assets have been restricted by donors to be maintained by the Organization in perpetuity.

Estimates:

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

Cash and Cash Equivalents:

For the purpose of the statement of cash flows, the Organization considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Cash equivalents related to uninvested cash are considered part of investments for consolidated financial statement purposes.

***FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
D/B/A THE RESCUE MISSION AND FORT WAYNE  
RESCUE MISSION MINISTRIES FOUNDATION, INC.***

***Notes to Consolidated Financial Statements (Continued)***  
**June 30, 2017 and 2016**

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**Note 1. Organization and Summary of Significant Accounting Policies (Continued)**

Contributions Receivable:

The Organization recognizes contributions as public support in the year the promise is made. The present value of these estimated future cash flows is recorded as a receivable. Management considers all contributions receivable to be fully collectible and, therefore, has not established a provision for uncollectible contributions.

Investments:

Investments in marketable securities are carried at fair value. Other investments are valued at the lower of cost (or fair value at time of donation, if acquired by contribution) or fair value. Investment income (loss) includes dividend, interest and other investment income; realized and unrealized gains and losses on investments carried at fair value; and realized gains and losses on other investments.

Investment income (loss) that is initially restricted by donor stipulation and for which the restriction will be satisfied in the same year is included in unrestricted net assets. Other investment income (loss) is reflected in the statements of activities as unrestricted, temporarily restricted or permanently restricted based upon the existence and nature of any donor or legally imposed restrictions.

Property and Equipment:

Property and equipment is stated at cost or, if donated, at fair value at the date of the gift. Additions and improvements that significantly extend the useful life of an asset are capitalized. Costs incurred for repairs and maintenance are expensed as incurred. The Organization follows the policy of providing depreciation on the straight-line method for financial reporting purposes over the estimated useful lives of the related assets.

Property Held for Investment:

Land for development consists of property that is available for future development and is recorded at cost. Any improvements to the property are added to the cost of the property.

Contributions:

All contributions of cash and other assets are considered to be available for the general programs of the Organization unless specifically restricted by the donor. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated asset. 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. However, if a restriction is fulfilled in the same time period in which the contribution is received, the Organization reports the support as unrestricted.

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
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**Notes to Consolidated Financial Statements (Continued)**  
**June 30, 2017 and 2016**

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**Note 1. Organization and Summary of Significant Accounting Policies (Continued)**

Contributions (Continued):

Gifts of land, buildings, equipment and other long-lived assets are reported as unrestricted revenue and net assets unless explicit donor stipulations specify how such assets must be used, in which case the gifts are reported as temporarily or permanently restricted revenue and net assets. Absent explicit donor stipulations for the time long-lived assets must be held, expirations of restrictions resulting in reclassification of temporarily restricted net assets as unrestricted net assets are reported when the long-lived assets are placed in service.

In-Kind Contributions:

In addition to receiving cash contributions, the Organization receives in-kind contributions, substantially in the form of food, from various donors. It is the policy of the Organization to record the estimated fair value of certain in-kind donations as an expense in its consolidated financial statements, and similarly increase contribution revenue by a like amount. For the years ended June 30, 2017 and 2016, \$306,475 and \$327,923, respectively, were received in in-kind contributions.

Functional Allocation of Expenses:

The costs of providing the program services have been summarized on a functional basis in the consolidated statements of activities and functional expenses. Accordingly, certain costs have been allocated among the program services based on employees' time incurred and on resource usage.

Income Taxes:

The Mission and Foundation are publicly supported organizations and are exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes is included in the consolidated financial statements. Both have been classified as organizations that are not private foundations under Section 509(a) of the Internal Revenue Code.

The accounting standard on accounting for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under this guidance, the Organization may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities, based on the technical merits of the position. Examples of tax positions include the tax-exempt status of the Organization and various positions related to the potential sources of income subject to unrelated business income tax (UBIT). The tax benefits recognized in the consolidated financial statements from such a position are measured based on the largest benefit that has a greater than 50 percent likelihood of being realized upon ultimate settlement. There were no unrecognized tax benefits identified or recorded as liabilities for the years ended June 30, 2017 and 2016.

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**Notes to Consolidated Financial Statements (Continued)**  
**June 30, 2017 and 2016**

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**Note 1. Organization and Summary of Significant Accounting Policies (Continued)**

Income Taxes (Continued):

The Mission and Foundation file tax returns in the U.S. federal jurisdiction and the State of Indiana. The Organization believes it is no longer subject to income tax examinations for years prior to 2014.

Credit Risk and Concentrations:

The Organization maintains its cash in bank deposit accounts which, at various times throughout the year, exceeded federally insured limits.

Subsequent Events:

Management of the Organization has evaluated events and transactions for possible recognition or disclosure through November 3, 2017, the date the consolidated financial statements were available to be issued. See Note 13 for a discussion of subsequent events.

**Note 2. Recently Issued Accounting Standards**

In February 2016, the FASB issued ASU 2016-02, *Leases*. The standard requires all leases with initial terms over 12 months to be capitalized as a right-of-use asset and lease liability on the consolidated balance sheet at the date of lease commencement. Leases will be classified as either finance or operating. This distinction will affect the pattern of expense recognition in the consolidated statement of income. This standard is effective for the calendar year ending December 31, 2020. The Organization is currently in the process of evaluating the impact of adoption of this ASU on its consolidated financial statements.

In August 2016, the FASB issued ASU 2016-14, *Presentation of Financial Statement of Not-for-Profit Entities*. The standard will replace the existing three classes of net assets with two classes; net assets with donor restrictions (combination of temporarily and permanently restricted net assets) and net assets without donor restrictions. The standard will also give the Organization the option of presenting the statement of cash flows using the direct method, without presenting the indirect method reconciliation, and require all not-for-profits to present operating expenses by both nature and function. Additional requirements will include improved disclosures related to board-designated net assets, under-water endowments, cost allocation methods, management and general activities and quantitative and qualitative disclosures related to liquidity. This standard is effective for fiscal years beginning after December 15, 2017. The Organization is currently in the process of evaluating the impact of adoption of this ASU on its consolidated financial statements.

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
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*Notes to Consolidated Financial Statements (Continued)*  
June 30, 2017 and 2016

**Note 3. Contributions Receivable**

Contributions receivable consists of the following at June 30:

	<u>2017</u>	<u>2016</u>
Due within one year	\$ 979,484	\$ 565,784
Due in one to five years	<u>1,853,452</u>	<u>269,136</u>
	2,832,936	834,920
Less: unamortized discount (at 2%)	<u>(106,507)</u>	<u>(5,472)</u>
	<u>\$ 2,726,429</u>	<u>\$ 829,448</u>

**Note 4. Investments and Investment Return**

Investments consist of the following at June 30:

	<u>2017</u>	<u>2016</u>
Money market funds	\$ 260,857	\$ 160,275
Marketable securities	4,370,302	4,404,754
Funds held at community foundation	<u>95,995</u>	<u>87,608</u>
	<u>\$ 4,727,154</u>	<u>\$ 4,652,637</u>

Total investment income (loss) is comprised of the following:

	<u>2017</u>	<u>2016</u>
Interest and dividend income	\$ 108,919	\$ 132,922
Investment expenses	(21,577)	(25,455)
Net realized and unrealized gains (losses)	<u>350,576</u>	<u>(167,421)</u>
	<u>\$ 437,918</u>	<u>\$ (59,954)</u>

**Note 5. Beneficial Interest in Assets Held by Community Foundation of Greater Fort Wayne**

The Organization is the beneficiary of an endowment fund held by the Community Foundation of Greater Fort Wayne ("Community Foundation"). The Organization may receive a distribution of earnings from these funds quarterly, which is included as investment income in unrestricted net assets. The fund balance at June 30, 2017 and 2016, was \$95,995 and \$87,608, respectively.



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**Notes to Consolidated Financial Statements (Continued)**  
**June 30, 2017 and 2016**

**Note 5. Beneficial Interest in Assets Held by Community Foundation (Continued)**

In addition to the aforementioned fund at the Community Foundation, at June 30, 2017 and 2016, the Community Foundation has \$125,728 and \$112,517, respectively, in net assets for the benefit of the Organization; however, the Community Foundation's board of directors has variance power. Variance power means the Community Foundation's board has the power to change a restriction or condition of the distribution of funds for a specified charitable purpose or organization if the restriction or condition becomes unnecessary, incapable of fulfillment or inconsistent with the charitable needs of the community. Therefore, these assets are not recorded on the accompanying consolidated statements of financial position.

**Note 6. Property and Equipment**

Property and equipment consists of the following at June 30:

	<b>Estimated Useful Lives</b>	<b>2017</b>	<b>2016</b>
Land		\$ 634,922	\$ 638,519
Building and improvements	5 - 40 years	5,520,583	5,606,560
Leasehold improvements	9 years	258,012	258,012
Equipment	2 - 15 years	868,142	806,538
Vehicles	2 - 15 years	179,455	156,743
Construction in progress		<u>21,026</u>	<u>-</u>
		7,482,140	7,466,372
Less: Accumulated depreciation		<u>2,733,417</u>	<u>2,541,756</u>
		<u>\$ 4,748,723</u>	<u>\$ 4,924,616</u>

Depreciation expense for the years ended June 30, 2017 and 2016, was \$288,698 and \$246,108, respectively.

**Note 7. Beneficial Interest in Charitable Trusts**

The Organization is the beneficiary under several charitable trusts administered by third party trustees. Under the terms of the trusts, the Organization has the irrevocable right to receive the net assets of specified portions of each trust's earnings on an annual basis, and at the end of the trust's term. The portion of the trust attributable to the future interest of the Organization is recorded in the consolidated statements of financial position as beneficial interest in charitable trusts. The beneficial interest in charitable trusts were recorded at the present value of the expected future cash flows discounted at 6%. The estimated value of the expected future cash flows is \$358,800 and \$352,400 at June 30, 2017 and 2016, respectively.

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
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*Notes to Consolidated Financial Statements (Continued)*  
**June 30, 2017 and 2016**

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**Note 8. Fair Value Measurements**

Fair value measurements are based upon the exit price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants, and are determined by either the principal market or the most advantageous market.

Inputs used in the valuation techniques to derive fair values are classified based on a three-level hierarchy to prioritize the inputs used in the valuation techniques to derive fair values. The basis for fair value measurements for each level within the hierarchy is described below with Level 1 measurements having the highest priority and Level 3 measurements having the lowest priority.

- Level 1: Fair value is based on unadjusted quoted prices for identical assets or liabilities in an active market that the Organization has the ability to access at the measurement date.
- Level 2: Fair value is based on quoted prices in markets that are not active, quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the asset or liability.
- Level 3: Fair value is based on prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable.

The asset's or liability's 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 techniques and inputs used for each major class of assets measured at fair value. There have been no changes in the methodologies used at June 30, 2017 and 2016.

*Money market funds:* Valued at net asset values (NAV) of shares held by the Organization at year end. Money market funds seek to maintain a stable value of \$1 per share while earning interest for shareholders.

*Mutual funds:* Valued at the net asset value (NAV) of shares held at year end.

*Exchange traded funds and common stocks:* Valued at the closing price at year end, reported in the active market in which the stocks are traded.

*Funds held at community foundation:* Valued based on the underlying investments held by and reported to the Organization by the Community Foundation.

*Beneficial interest in charitable trusts:* Valued based on the estimated present value of the future distributions expected to be received over the term of the agreements.

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
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**Notes to Consolidated Financial Statements (Continued)**  
**June 30, 2017 and 2016**

**Note 8. Fair Value Measurements (Continued)**

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following tables set forth by level, within the fair value hierarchy, the Organization's assets measured at fair value on a recurring basis at June 30.

	<b>Assets at Fair Value as of June 30, 2017</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Money market funds	\$ -	\$ 260,857	\$ -	\$ 260,857
Mutual funds				
Alternative investment	109,541	-	-	109,541
Equity	549,300	-	-	549,300
Fixed income	<u>1,203,043</u>	-	-	<u>1,203,043</u>
Total mutual funds	1,861,884	-	-	1,861,884
Exchange traded funds				
Equity	1,202,608	-	-	1,202,608
Fixed income	<u>234,385</u>	-	-	<u>234,385</u>
Total exchange traded funds	1,436,993	-	-	1,436,993
Common stocks				
Consumer discretionary	152,448	-	-	152,448
Financial	181,666	-	-	181,666
Healthcare	132,919	-	-	132,919
Industrials	134,049	-	-	134,049
Information technology	227,792	-	-	227,792
Other	<u>242,551</u>	-	-	<u>242,551</u>
Total common stocks	1,071,425	-	-	1,071,425
Funds held at community foundation	-	-	95,995	95,995
Beneficial interest in charitable trusts	-	-	<u>358,800</u>	<u>358,800</u>
Total assets at fair value	<u>\$ 4,370,302</u>	<u>\$ 260,857</u>	<u>\$ 454,795</u>	<u>\$ 5,085,954</u>

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*Notes to Consolidated Financial Statements (Continued)*  
June 30, 2017 and 2016

**Note 8. Fair Value Measurements (Continued)**

	<b>Assets at Fair Value as of June 30, 2016</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Money market funds	\$ -	\$ 160,275	\$ -	\$ 160,275
Mutual funds				
Alternative investment	140,974	-	-	140,974
Equity	752,404	-	-	752,404
Fixed income	<u>1,522,952</u>	-	-	<u>1,522,952</u>
Total mutual funds	2,416,330	-	-	2,416,330
Exchange traded funds				
Equity	845,320	-	-	845,320
Fixed income	<u>314,779</u>	-	-	<u>314,779</u>
Total exchange traded funds	1,160,099	-	-	1,160,099
Common stocks				
Consumer discretionary	130,122	-	-	130,122
Financial	116,006	-	-	116,006
Healthcare	116,534	-	-	116,534
Industrials	110,720	-	-	110,720
Information technology	131,958	-	-	131,958
Other	<u>222,985</u>	-	-	<u>222,985</u>
Total common stocks	828,325	-	-	828,325
Funds held at community foundation	-	-	87,608	87,608
Beneficial interest in charitable trusts	<u>-</u>	<u>-</u>	<u>352,400</u>	<u>352,400</u>
Total assets at fair value	<u>\$ 4,404,754</u>	<u>\$ 160,275</u>	<u>\$ 440,008</u>	<u>\$ 5,005,037</u>

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
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**Notes to Consolidated Financial Statements (Continued)**  
**June 30, 2017 and 2016**

**Note 8. Fair Value Measurements (Continued)**

The table below presents information about the changes in Level 3 assets, which are measured at fair value on a recurring basis using significant unobservable inputs:

	<b>Funds Held at Community Foundation</b>	<b>Beneficial Interest in Charitable Trusts</b>
Balance, July 1, 2015	\$ 92,116	\$ 345,900
Net realized and unrealized gains (losses)	(6,591)	6,500
Interest and dividends	2,634	-
Fees	<u>(551)</u>	<u>-</u>
Balance, June 30, 2016	87,608	352,400
Net realized and unrealized gains	6,320	6,400
Interest and dividends	2,586	-
Fees	<u>(519)</u>	<u>-</u>
Balance, June 30, 2017	<u>\$ 95,995</u>	<u>\$ 358,800</u>

Gains and losses (realized and unrealized) included in changes in net assets for the periods in the preceding paragraph are reported in the consolidated statements of activities.

**Note 9. Line of Credit**

The Organization has a line of credit agreement with a bank that provides for a maximum borrowing of \$3,000,000, with interest at LIBOR rate plus 0.8% (2.0% at June 30, 2017). The line is collateralized by substantially all of the Foundation's marketable securities. The balance outstanding at June 30, 2017 and 2016, was \$990,000 and \$990,000, respectively, and was used to fund the construction costs of the Charis House. The line will expire on January 31, 2018.

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
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RESCUE MISSION MINISTRIES FOUNDATION, INC.**

*Notes to Consolidated Financial Statements (Continued)*  
June 30, 2017 and 2016

**Note 10. Net Assets**

Temporarily restricted net assets are restricted as follows at June 30:

	<u>2017</u>	<u>2016</u>
Beneficial interest - fixed term trust	\$ 58,500	\$ 51,500
Capital campaign	1,061,957	1,530,505
Contributions receivable	2,726,429	829,448
Resident medical expenses	<u>46,671</u>	<u>48,503</u>
	<u>\$ 3,893,557</u>	<u>\$ 2,459,956</u>

Permanently restricted net assets are restricted as follows at June 30:

	<u>2017</u>	<u>2016</u>
Investment in perpetuity, the income of which is expendable to support any activity of the Organization	<u>\$ 306,915</u>	<u>\$ 307,515</u>

Net assets were released from restrictions as follows:

	<u>2017</u>	<u>2016</u>
Time restrictions expired due to collection of contributions receivable and appropriate use of funds	\$ 720,381	\$ 87,756
Pledge received (time restriction)	<u>418,018</u>	<u>378,101</u>
	<u>\$ 1,138,399</u>	<u>\$ 465,857</u>

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
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**Notes to Consolidated Financial Statements (Continued)**  
**June 30, 2017 and 2016**

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**Note 11. Operating Leases**

The Organization has an operating lease for retail space which expires March 2019. The lease contains two three year renewal periods. Monthly payments are \$7,250 for the first 24 months and \$8,708 for the next 12 months. Total rent expense under this lease was \$87,000 and \$21,750 for the years ended June 30, 2017 and 2016, respectively. The Organization also pays \$4,750 per month for the cost of insurance, repairs and maintenance, real estate taxes and common area maintenance (CAM) related to the property.

Minimum future rental and CAM payments under this operating lease as of June 30, 2017, are as follows:

2018	\$	148,375
2019		<u>121,125</u>
	\$	<u><u>269,500</u></u>

The Organization has two vehicle leases with monthly payments totaling \$837 expiring through July 2020. Lease expense under vehicle lease agreements was \$10,044 and \$8,252 for the years ended June 30, 2017 and 2016, respectively.

Future fixed charges under these leases are as follows:

2018	\$	9,463
2019		6,555
2020		<u>6,555</u>
	\$	<u><u>22,573</u></u>

**Note 12. Employee Benefit Plan**

The Organization has a defined contribution plan (the "Plan") under Section 403(b) of the Internal Revenue Code. Generally, all employees, working 20 hours or more per week, may enter the Plan immediately upon employment. Under the Plan, full-time employees, who are 21 years of age, have one year of service, and complete 1,000 hours of service within the Plan year, are eligible to receive a discretionary employer match contribution. For the years ended June 30, 2017 and 2016, the employer match was 50% of employee contributions not to exceed 6% of the employee's regular wages. Additionally, the Organization may make a discretionary contribution. For the years ended June 30, 2017 and 2016, the discretionary contribution was 6% of the employee's regular wages. The Organization incurred expenses, related to the Plan, in the amount of \$179,373 and \$133,587 for the years ended June 30, 2017 and 2016, respectively.

***FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
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*Notes to Consolidated Financial Statements (Continued)*  
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**Note 13. Subsequent Event**

Subsequent to June 30, 2017, the Organization entered into a contract for the demolition of the property held for investment and the design of a new facility totaling approximately \$900,000.



**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
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**Consolidating Statement of Financial Position  
June 30, 2017**

	<b>Fort Wayne Rescue Mission Ministries, Inc. d/b/a The Rescue Mission</b>	<b>Fort Wayne Rescue Mission Ministries Foundation, Inc.</b>	<b>Total</b>
<b><u>ASSETS</u></b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	\$ 1,624,723	\$ 535,539	\$ 2,160,262
Accounts receivable	5,163	-	5,163
Contributions receivable	979,484	-	979,484
Prepaid expenses and other assets	10,535	-	10,535
Investments	<u>65,629</u>	<u>4,661,525</u>	<u>4,727,154</u>
Total Current Assets	2,685,534	5,197,064	7,882,598
<b>NET PROPERTY AND EQUIPMENT</b>	4,748,723	-	4,748,723
<b>OTHER ASSETS</b>			
Contributions receivable	1,746,945	-	1,746,945
Beneficial interest in charitable trusts	358,800	-	358,800
Property held for investment	<u>1,416,677</u>	<u>-</u>	<u>1,416,677</u>
Total Other Assets	<u>3,522,422</u>	<u>-</u>	<u>3,522,422</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 10,956,679</u></b>	<b><u>\$ 5,197,064</u></b>	<b><u>\$ 16,153,743</u></b>
<b><u>LIABILITIES AND NET ASSETS</u></b>			
<b>CURRENT LIABILITIES</b>			
Line of credit	\$ 990,000	\$ -	\$ 990,000
Accounts payable	139,883	-	139,883
Accrued expenses	<u>172,865</u>	<u>-</u>	<u>172,865</u>
Total Current Liabilities	1,302,748	-	1,302,748
<b>NET ASSETS</b>			
Unrestricted	5,958,460	4,692,063	10,650,523
Temporarily restricted	3,388,556	505,001	3,893,557
Permanently restricted	<u>306,915</u>	<u>-</u>	<u>306,915</u>
Total Net Assets	<u>9,653,931</u>	<u>5,197,064</u>	<u>14,850,995</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 10,956,679</u></b>	<b><u>\$ 5,197,064</u></b>	<b><u>\$ 16,153,743</u></b>

See Independent Auditors' Report on Pages 1 - 2.

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
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**Consolidating Statement of Activities  
Year Ended June 30, 2017**

	<b>Fort Wayne Rescue Mission Ministries, Inc. d/b/a The Rescue Mission</b>	<b>Fort Wayne Rescue Mission Ministries Foundation, Inc.</b>	<b>Total</b>
<b>SUPPORT AND REVENUE</b>			
Contributions and grants	\$ 7,480,653	\$ 516,691	\$ 7,997,344
In-kind contributions	306,475	-	306,475
United Way	80,033	-	80,033
Thrift store	532,266	-	532,266
Investment income	2,710	435,208	437,918
Change in value of charitable trusts	6,400	-	6,400
Other	32,874	-	32,874
Contributions to (from)	<u>367,500</u>	<u>(367,500)</u>	<u>-</u>
<b>TOTAL SUPPORT AND REVENUE</b>	<b>8,808,911</b>	<b>584,399</b>	<b>9,393,310</b>
<b>EXPENSES</b>			
Emergency shelter for the homeless and transient	859,874	-	859,874
Short term residence and rehabilitation	937,518	-	937,518
Resident and community meals	437,780	-	437,780
Long term residence and rehabilitation	1,269,969	-	1,269,969
Store/warehouse	<u>904,002</u>	<u>-</u>	<u>904,002</u>
Total program expense	4,409,143	-	4,409,143
Management and general	593,522	60	593,582
Fundraising	<u>1,178,022</u>	<u>-</u>	<u>1,178,022</u>
Total Expenses	<u>6,180,687</u>	<u>60</u>	<u>6,180,747</u>
<b>CHANGE IN NET ASSETS</b>	<b>2,628,224</b>	<b>584,339</b>	<b>3,212,563</b>
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>7,025,707</u>	<u>4,612,725</u>	<u>11,638,432</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 9,653,931</u>	<u>\$ 5,197,064</u>	<u>\$ 14,850,995</u>

See Independent Auditors' Report on Pages 1 - 2.

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
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**Consolidating Statement of Financial Position  
June 30, 2016**

	<b>Fort Wayne Rescue Mission Ministries, Inc. d/b/a The Rescue Mission</b>	<b>Fort Wayne Rescue Mission Ministries Foundation, Inc.</b>	<b>Total</b>
<b><u>ASSETS</u></b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	\$ 2,112,094	\$ 25,701	\$ 2,137,795
Accounts receivable	2,654	-	2,654
Contributions receivable	565,784	-	565,784
Prepaid expenses and other assets	29,206	-	29,206
Investments	<u>65,613</u>	<u>4,587,024</u>	<u>4,652,637</u>
Total Current Assets	2,775,351	4,612,725	7,388,076
<b>NET PROPERTY AND EQUIPMENT</b>	4,924,616	-	4,924,616
<b>OTHER ASSETS</b>			
Contributions receivable	263,664	-	263,664
Beneficial interest in charitable trusts	<u>352,400</u>	<u>-</u>	<u>352,400</u>
Total Other Assets	<u>616,064</u>	<u>-</u>	<u>616,064</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 8,316,031</u></b>	<b><u>\$ 4,612,725</u></b>	<b><u>\$ 12,928,756</u></b>
<b><u>LIABILITIES AND NET ASSETS</u></b>			
<b>CURRENT LIABILITIES</b>			
Line of credit	\$ 990,000	\$ -	\$ 990,000
Accounts payable	110,744	-	110,744
Accrued expenses	<u>189,580</u>	<u>-</u>	<u>189,580</u>
Total Current Liabilities	1,290,324	-	1,290,324
<b>NET ASSETS</b>			
Unrestricted	4,258,236	4,612,725	8,870,961
Temporarily restricted	2,459,956	-	2,459,956
Permanently restricted	<u>307,515</u>	<u>-</u>	<u>307,515</u>
Total Net Assets	<u>7,025,707</u>	<u>4,612,725</u>	<u>11,638,432</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 8,316,031</u></b>	<b><u>\$ 4,612,725</u></b>	<b><u>\$ 12,928,756</u></b>

See Independent Auditors' Report on Pages 1 - 2.

**FORT WAYNE RESCUE MISSION MINISTRIES, INC.  
D/B/A THE RESCUE MISSION AND FORT WAYNE  
RESCUE MISSION MINISTRIES FOUNDATION, INC.**

**Consolidating Statement of Activities  
Year Ended June 30, 2016**

	<b>Fort Wayne Rescue Mission Ministries, Inc. d/b/a The Rescue Mission</b>	<b>Fort Wayne Rescue Mission Ministries Foundation, Inc.</b>	<b>Total</b>
<b>SUPPORT AND REVENUE</b>			
Contributions and grants	\$ 6,396,243	\$ 3,396	\$ 6,399,639
In-kind contributions	327,923	-	327,923
United Way	89,110	-	89,110
Thrift store	280,610	-	280,610
Investment loss	(1,644)	(58,310)	(59,954)
Change in value of charitable trusts	6,500	-	6,500
Other	(562)	-	(562)
Contributions to (from)	<u>848,000</u>	<u>(848,000)</u>	<u>-</u>
<b>TOTAL SUPPORT AND REVENUE</b>	<b>7,946,180</b>	<b>(902,914)</b>	<b>7,043,266</b>
<b>EXPENSES</b>			
Emergency shelter for the homeless and transient	785,688	-	785,688
Short term residence and rehabilitation	874,880	-	874,880
Resident and community meals	443,418	-	443,418
Long term residence and rehabilitation	1,172,230	-	1,172,230
Store/warehouse	<u>609,896</u>	<u>-</u>	<u>609,896</u>
Total program expense	3,886,112	-	3,886,112
Management and general	518,041	20	518,061
Fundraising	<u>1,075,876</u>	<u>-</u>	<u>1,075,876</u>
Total Expenses	<u>5,480,029</u>	<u>20</u>	<u>5,480,049</u>
<b>CHANGE IN NET ASSETS</b>	<b>2,466,151</b>	<b>(902,934)</b>	<b>1,563,217</b>
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>4,559,556</u>	<u>5,515,659</u>	<u>10,075,215</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 7,025,707</u>	<u>\$ 4,612,725</u>	<u>\$ 11,638,432</u>

See Independent Auditors' Report on Pages 1 - 2.