

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

**Financial Report
December 31, 2017**

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

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SNYDER, DAITZ & COMPANY

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DENNIS NATALI, CPA
JOSEPH P. LEONARD, CPA

Independent Auditors' Report

Board of Directors
Lehigh County Senior Citizens, Inc.
d/b/a Lehigh Valley Active Life
Allentown, PA

We have audited the accompanying financial statements of Lehigh County Senior Citizens, Inc. d/b/a Lehigh Valley Active Life (a nonprofit corporation) which comprise the statement of financial position as of December 31, 2017, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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 from material misstatement.

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Lehigh County Senior Citizens, Inc. d/b/a Lehigh Valley Active Life as of December 31, 2017, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Statements

We have previously audited the financial statements of Lehigh County Senior Citizens, Inc. d/b/a Lehigh Valley Active Life as of December 31, 2016 and our report dated July 18, 2017 expressed an unmodified audit opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2016, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Lehigh County Grants and the schedule of Occupancy Expenses on pages 14-15 is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Snyder, Daitz, & Company

SNYDER, DAITZ & COMPANY
Philadelphia, PA

July 23, 2018

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

STATEMENT OF FINANCIAL POSITION

December 31, 2017
(With Summarized Totals for 2016)

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total December 31.	
				2017	2016
ASSETS					
CURRENT ASSETS					
Cash					
Regular Accounts	\$ 159,475	\$ 24,429	0	\$ 183,904	\$ 785,844
Invested Cash	0	0	\$ 5,641	5,641	5,641
Petty Cash	84	0	0	84	75
Prepaid Expenses	10,474	0	0	10,474	8,988
Grants and Accounts Receivable (Note 4)	39,796	0	0	39,796	28,702
Investments (Note 2 and Note 3)	566,156	0	0	566,156	0
Total Current Assets	775,985	24,429	5,641	806,055	829,250
FIXED ASSETS					
Land, Building and Equipment (Net of Accumulated Depreciation) (Note 5)	562,729	0	0	562,729	612,792
Total Assets	\$ 1,338,714	\$ 24,429	\$ 5,641	\$ 1,368,784	\$ 1,442,042
LIABILITIES AND NET ASSETS					
CURRENT LIABILITIES					
Accounts Payable	\$ 15,180	0	0	\$ 15,180	\$ 8,935
Deposits for Trips and Socials	10,164	0	0	10,164	8,278
Accrued Expenses	6,557	0	0	6,557	5,618
Deferred Revenue - PA Dept. of Aging	0	0	0	0	18,750
Total Current Liabilities	\$ 31,901	0	0	\$ 31,901	\$ 41,581
Non-Current Liabilities	0	0	0	0	0
Total Liabilities	\$ 31,901	0	0	\$ 31,901	\$ 41,581
NET ASSETS					
UNRESTRICTED					
Unrestricted and Undesignated	\$ 527,294	0	0	\$ 527,294	\$ 536,332
Designated by the Board for Long-Term Investment	216,790	0	0	216,790	216,790
Net Assets Expended for Land, Building and Equipment	562,729	0	0	562,729	612,792
TEMPORARILY RESTRICTED (Note 7)	0	\$ 24,429	0	24,429	28,906
PERMANENTLY RESTRICTED (Note 8)	0	0	\$ 5,641	5,641	5,641
Total Net Assets	\$ 1,306,813	\$ 24,429	\$ 5,641	\$ 1,336,883	\$ 1,400,461
Total Liabilities and Net Assets	\$ 1,338,714	\$ 24,429	\$ 5,641	\$ 1,368,784	\$ 1,442,042

See independent auditors' report and notes to financial statements.

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

STATEMENT OF ACTIVITIES

Year ended December 31, 2017
(With Summarized Totals for 2016)

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total December 31.	
				2017	2016
Revenues and Other Support:					
City of Allentown	\$ 15,000	0	0	\$ 15,000	\$ 15,000
County of Lehigh	110,473	0	0	110,473	104,908
Senior Wellness Project	18,350	0	0	18,350	7,500
United Way of the Greater Lehigh Valley Foundations	2,641	0	0	2,641	4,442
	35,500	0	0	35,500	40,000
In-Kind Contributions	7,118	0	0	7,118	8,251
Other Municipalities	19,100	0	0	19,100	18,350
Fundraising (Net Expenses of \$2,596 and \$4,359)	9,404	0	0	9,404	7,292
Development Grants and Income	128,476	0	0	128,476	108,485
Real Estate Tax Abatement	0	0	0	0	20,607
Membership Dues	36,096	0	0	36,096	42,082
Investment Income	13,039	0	0	13,039	24,585
Other Income	28,030	0	0	28,030	29,164
Participant Fees	178,941	0	0	178,941	192,945
Realized/Unrealized Gain on Investments	40,253	0	0	40,253	11,941
Net Assets Released From Restrictions:					
Satisfaction of Restrictions (Note 7)	4,477	\$ (4,477)	0	0	0
Total Revenue and Other Support	\$ 646,898	\$ (4,477)	0	\$ 642,421	\$ 635,552
Expenses:					
Transportation	\$ 10,256	0	0	\$ 10,256	\$ 9,837
Socialization and Recreation	441,026	0	0	441,026	452,335
Nutritional Program	71,999	0	0	71,999	62,627
Therapeutic Socialization	14,712	0	0	14,712	13,508
Outreach/Fundraising	88,744	0	0	88,744	78,796
Administrative and General	79,262	0	0	79,262	72,956
Total Expenses	\$ 705,999	0	0	\$ 705,999	\$ 690,059
Change in Net Assets	\$ (59,101)	\$ (4,477)	0	\$ (63,578)	\$ (54,507)
Net Assets, Beginning of Year	1,365,914	28,906	\$ 5,641	1,400,461	1,454,968
Net Assets, End of Year	\$ 1,306,813	\$ 24,429	\$ 5,641	\$ 1,336,883	\$ 1,400,461

See independent auditors' report and notes to financial statements.

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

STATEMENT OF CASH FLOWS

Year ended December 31, 2017
(With Summarized Totals for 2016)

	Total Year Ended December 31,	
	2017	2016
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
CHANGE IN NET ASSETS	\$ (63,578)	\$ (54,507)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	79,998	69,885
(Increase) Decrease in:		
Grants and Accounts Receivable	(11,094)	(3,330)
Prepaid Expenses	(1,486)	(6,885)
Increase (Decrease) in:		
Accounts Payable	6,245	(14,586)
Accrued Expenses	939	(1,804)
Deposits for Trips and Socialization	1,886	(5,009)
Deferred Revenue - PA Dept. of Revenue	(18,750)	18,750
Net Realized/Unrealized (Gain) Loss on Investments	(40,253)	(28,455)
Net Cash (Used) Provided by Operating Activities	<u>\$ (46,093)</u>	<u>\$ (25,941)</u>
 <u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Purchase of Investments	\$ (525,903)	0
Proceeds from the Sale of Investments	0	\$ 800,022
Purchases of Furniture, Equipment and Building Improvements	(29,935)	(5,386)
Net Cash Provided (Used) by Investing Activities	<u>\$ (555,838)</u>	<u>\$ 794,636</u>
 <u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Net Cash Provided (Used) by Financing Activities	<u>0</u>	<u>0</u>
Net Increase (Decrease) in Cash and Cash Equivalents	\$ (601,931)	\$ 768,695
Cash and Cash Equivalents at Beginning of Year	791,560	22,865
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 189,629</u>	<u>\$ 791,560</u>

See independent auditors' report and notes to financial statements.

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

STATEMENT OF FUNCTIONAL EXPENSES

Year ended December 31, 2017
(With Summarized Totals for 2016)

	Program Services				Total	Support Services			Year Ended December 31,	
	Transportation	Socialization- Recreation	Nutritional	Therapeutic Socialization		Outreach/ Fundraising	Administrative and General	Total	Total 2017	Total 2016
PERSONNEL										
Salaries	\$ 4,358	\$ 159,826	\$ 28,034	\$ 5,718	\$ 197,936	\$ 57,095	\$ 35,815	\$ 92,910	\$ 290,846	\$ 267,832
Payroll Taxes	384	14,096	2,473	504	17,457	5,036	3,159	8,195	25,652	22,541
Employee Benefits	233	8,555	1,500	306	10,594	3,056	1,917	4,973	15,567	15,656
Total Salaries and Related Expenses	\$ 4,975	\$ 182,477	\$ 32,007	\$ 6,528	\$ 225,987	\$ 65,187	\$ 40,891	\$ 106,078	\$ 332,065	\$ 308,029
Professional Services	0	0	0	0	0	0	9,247	9,247	9,247	10,665
Occupancy	3,406	41,918	9,637	2,482	57,443	1,861	12,732	14,593	72,036	67,499
Telephone	292	1,754	292	146	2,484	146	292	438	2,922	2,748
Postage	0	5,056	0	0	5,056	1,445	722	2,167	7,223	10,052
Technology	0	0	0	0	0	0	0	0	0	0
Office Supplies and Expense	286	3,714	286	286	4,572	571	571	1,142	5,714	7,974
Socialization and Recreation Supplies	0	37,674	0	0	37,674	0	0	0	37,674	52,142
Socialization and Recreation Instructor Fee	0	115,951	0	0	115,951	0	0	0	115,951	113,838
Therapeutic Socialization Expense	0	0	0	455	455	0	0	0	455	548
Insurance	963	5,295	1,444	481	8,183	481	963	1,444	9,627	8,541
Transportation Expense	0	0	0	0	0	0	0	0	0	0
Local Travel	0	49	0	0	49	122	73	195	244	104
Investment and Bank Fees	0	0	0	0	0	0	12	12	12	4,089
Conference and Convention	0	706	0	0	706	88	88	176	882	584
Development	0	0	0	0	0	14,772	0	14,772	14,772	19,722
Newsletter	0	10,493	0	0	10,493	0	0	0	10,493	9,327
Miscellaneous	334	2,340	334	334	3,342	1,671	1,671	3,342	6,684	6,312
Total Expense Before Depreciation	\$ 10,256	\$ 407,427	\$ 44,000	\$ 10,712	\$ 472,395	\$ 86,344	\$ 67,262	\$ 153,606	\$ 626,001	\$ 620,174
Depreciation	0	33,599	27,999	4,000	65,598	2,400	12,000	14,400	79,998	69,885
Total Expenses for 2017	\$ 10,256	\$ 441,026	\$ 71,999	\$ 14,712	\$ 537,993	\$ 88,744	\$ 79,262	\$ 168,006	\$ 705,999	
Total Expenses for 2016	\$ 9,837	\$ 452,335	\$ 62,627	\$ 13,508	\$ 538,307	\$ 78,796	\$ 72,956	\$ 151,752		\$ 690,059

See notes to financial statements.

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

Notes to Financial Statements
December 31, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Lehigh County Senior Citizens, Inc. d/b/a Lehigh Valley Active Life is a nonprofit corporation organized under the laws of the Commonwealth of Pennsylvania for the purpose of providing services to Lehigh County Senior Citizens.

The organization is exempt from federal income tax under the provisions of Section 501(c)(3) of the Internal Revenue Code.

Basis of Presentation

The accompanying financial statements have been presented on the accrual basis of accounting with the principles of not-for-profit accounting.

A description of the three net asset categories follows:

Unrestricted Net Assets

Unrestricted net assets include funds not subject to donor-imposed stipulations. In general, the revenues received and expenses incurred in conducting the Organization's charitable mission are included in this category.

Temporarily Restricted Net Assets

Temporarily restricted net assets include gifts, grants and pledges whose use by the Organization has been limited by donors to later periods of time or after specified dates, or to a specified purpose.

Permanently Restricted Net Assets

Permanently restricted net assets include gifts, trusts and pledges which are required by donor-imposed restrictions to be invested in perpetuity and only income be made available for operations in accordance with donor restrictions.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash and cash equivalents.

Land, Building and Equipment

Land, building and equipment is stated at cost. Depreciation is computed by use of the straight-line method based on estimated useful lives. The Organization has a policy to capitalize all purchases greater than \$500 with a useful life of one year or more.

	<u>Years</u>
Building	31-1/2
Furniture and Equipment	5 - 10

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

Notes to Financial Statements
December 31, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Donated Materials and Services

Donated materials and equipment are reflected as contributions in the accompanying statements at their estimated values at date of receipt. No amounts have been reflected in the statements for donated services in as much as no objective basis is available to measure the value of such services; however, a substantial number of volunteers have donated significant amounts of their time in the Organization's program services and in its fundraising campaigns.

Meals provided through the congregate nutrition programs, as well as supplies for that program, were provided by the Lehigh County Area Agency on Aging, as were the majority of units of transportation provided through Metro Plus.

Income Tax

The Organization is exempt from federal income taxes under the provision of Section 501(c)(3) of the Internal Revenue Code and none of its present or anticipated future activities are subject to unrelated business income. Therefore, no provision for income taxes has been made in the accompanying financial statements.

Uncertain tax positions are evaluated in accordance with FASB ASC 740-10. FASB ASC 740-10 clarifies the accounting for uncertainty in income taxes recognized in the Organization's financial statements and prescribes a recognition threshold of more-likely-than-not to be sustained upon examination by the appropriate taxing authority. Measurement of the tax uncertainty occurs if the recognition threshold has been met. FASB ASC 740-10 also provides guidance on de-recognition, classification, interest and penalties, accounting in interim periods, and disclosure. The Organization had no material unrecognized tax benefits or accrued interest penalties.

The Organization's federal Exempt Organization Business Income Tax Returns (Form 990) for 2015, 2016 and 2017 are subject to examination by the IRS, generally for three years after they were filed.

NOTE 2 – FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board ASC 820-10, Fair Value Measurements, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820-10 are described below:

- | | |
|---------|---|
| Level 1 | Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access. |
| Level 2 | Inputs to the valuation methodology include: <ul style="list-style-type: none">• Quoted prices for similar assets or liabilities in active markets;• Quoted prices for identical or similar assets or liabilities in inactive markets;• Inputs other than quoted prices that are observable for the asset or liability;• Inputs that are derived principally from or corroborated by observable market data by correlation or other means. |

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

Notes to Financial Statements
December 31, 2017

NOTE 2 – FAIR VALUE MEASUREMENTS – CONTINUED

Level 3 Inputs to the valuation methodology are unobservable, are significant to the fair value measurement and include management’s judgments about the assumptions market participants would use in pricing the asset or liability.

The asset’s 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. Investments classified within Level 3 whose fair value measurements consider several inputs may include Level 1 and/or Level 2 inputs as components of the overall 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 measured at fair value. There have been no changes in the methodologies used at December 31, 2017 and 2016.

Mutual Funds: Valued at the net asset value (“NAV”) of shares held by the organization at year end.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while 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 table sets forth by level, within the fair value hierarchy, the Organization’s assets at fair value as of December 31, 2017 and 2016:

<u>Investments as Fair Value at December 31, 2017</u>				
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual Funds				
Lifestrategy Mod Growth				
Stocks 60%	\$339,694	\$ 0	\$ 0	\$339,694
Bonds 40%	<u>226,462</u>	<u>0</u>	<u>0</u>	<u>226,462</u>
	<u>\$566,156</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$566,156</u>

<u>Investments as Fair Value at December 31, 2016</u>				
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual Funds				
Lifestrategy Mod Growth				
Stocks 60%	\$ 0	\$ 0	\$ 0	\$ 0
Bonds 40%	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

During 2016, the Organization began to reevaluate its investments and financial strategies. As of December 31, 2016 all of its investments were converted to cash as part of this process.

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

Notes to Financial Statements
December 31, 2017

NOTE 3 – INVESTMENTS

Cost and market values of the investments are as follows:

	<u>December 31, 2017</u>		<u>December 31, 2016</u>	
	<u>Cost</u>	<u>Market</u>	<u>Cost</u>	<u>Market</u>
Mutual Funds	<u>\$525,903</u>	<u>\$566,156</u>	<u>\$ 0</u>	<u>\$ 0</u>
	<u>\$525,903</u>	<u>\$566,156</u>	<u>\$ 0</u>	<u>\$ 0</u>

NOTE 4 – GRANTS AND ACCOUNTS RECEIVABLE

	<u>2017</u>	<u>2016</u>
Grants and accounts receivable consist of:		
City of Allentown	\$ 15,000	0
Lower Macungie Township	0	\$ 4,000
Lehigh County	<u>24,796</u>	<u>24,702</u>
	<u>\$ 39,796</u>	<u>\$ 28,702</u>

NOTE 5 – LAND, BUILDING AND EQUIPMENT

Land, building and equipment consist of the following:

	<u>2017</u>	<u>2016</u>
Land	\$ 62,864	\$ 62,864
Building	1,737,887	1,721,323
Furniture and Equipment	<u>308,552</u>	<u>295,181</u>
	\$ 2,109,303	\$ 2,079,368
Less: Accumulated Depreciation	<u>(\$ 1,546,574)</u>	<u>(\$ 1,466,576)</u>
	<u>\$ 562,729</u>	<u>\$ 612,792</u>

Depreciation charged to expense was \$79,998 and \$69,885 for 2017 and 2016, respectively.

NOTE 6 – RETIREMENT PLAN

The Organization has a 403(b) defined contribution pension plan for its employees. During 2017 and 2016, the Organization did not contribute any employer match to the plan.

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

Notes to Financial Statements
December 31, 2017

NOTE 7 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes:

History Project	\$ 4,429
Senior Wellness Project – Trexler Grant	<u>20,000</u>
	<u>\$ 24,429</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors.

Purpose restrictions accomplished:

History Project	\$ 0
Roof Replacement	477
Senior Wellness Project	<u>0</u>
	<u>\$ 477</u>

NOTE 8 – ENDOWMENT

The Organization's endowment consists of donor-restricted funds, the income of which is to be utilized for operating expenses of the Organization. The funds are maintained in an interest bearing cash account, the earnings of which are expended for operations in the year earned. As required by Generally Accepted Accounting Principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Under relevant law, the management of the Organization has interpreted the law as requiring preservation of the fair value of the original gift as of the date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classified 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 was added to the fund.

Endowment Net Asset Composition:

	December 31,	
	<u>2017</u>	<u>2016</u>
Permanently Restricted	<u>\$ 5,641</u>	<u>\$ 5,641</u>

NOTE 9 – SUMMARIZED TOTALS FOR YEAR ENDED DECEMBER 31, 2016

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 GAAP. Accordingly, such information should be read in conjunction with Lehigh County Senior Citizens, Inc.'s financial statements for the year ended December 31, 2016, from which summarized information was derived.

NOTE 10 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through July 23, 2018, the date on which the financial statements were available to be issued, and had determined that no material subsequent events exist that require disclosure.

SUPPLEMENTARY INFORMATION

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

SCHEDULE OF LEHIGH COUNTY GRANTS

Year ended December 31, 2017

	<u>2017</u>	<u>2016</u>
General Grant	<u>\$ 110,473</u>	<u>\$ 104,908</u>

See independent auditors' report on supplementary information.

**LEHIGH COUNTY SENIOR CITIZENS, INC.
D/B/A LEHIGH VALLEY ACTIVE LIFE
(A Not-for-Profit Corporation)**

SCHEDULE OF OCCUPANCY EXPENSES

Year ended December 31, 2017
(With Summarized Totals for 2016)

	Program Services					Support Services			Year ended December 31,	
	Transportation	Socialization/ Recreation	Nutritional	Therapeutic Socialization	Total	Outreach/ Fundraising	Management & General	Total	2017	2016
Water and Sewer	\$ 83	\$ 1,248	\$ 166	\$ 84	\$ 1,581	0	\$ 83	\$ 83	\$ 1,664	\$ 1,791
Gas	0	5,510	306	122	5,938	0	183	183	6,121	13,343
Light and Power	834	10,017	3,339	835	15,025	\$ 835	834	1,669	16,694	16,820
Building Repair and Maintenance	0	6,844	805	0	7,649	0	403	403	8,052	7,578
Housekeeping Supplies	0	7,441	2,126	531	10,098	0	532	532	10,630	10,046
Pest Control	0	127	383	0	510	0	0	0	510	280
Insurance	963	5,294	1,444	481	8,182	962	482	1,444	9,626	8,541
Trash Removal	64	319	702	64	1,149	64	63	127	1,276	1,067
Lawn and Walkway Care	1,462	5,118	366	365	7,311	0	0	0	7,311	4,765
Contracted Services	0	0	0	0	0	0	10,152	10,152	10,152	3,268
	<u>\$ 3,406</u>	<u>\$ 41,918</u>	<u>\$ 9,637</u>	<u>\$ 2,482</u>	<u>\$ 57,443</u>	<u>\$ 1,861</u>	<u>\$ 12,732</u>	<u>\$ 14,593</u>	<u>\$ 72,036</u>	<u>\$ 67,499</u>

See independent auditors' report on supplementary information.