

FOUNDATIONS OF EAST CHICAGO, INC.
East Chicago, Indiana

Financial Statements

December 31, 2009 and 2008

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES

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Gary Office
487 Broadway
Suite 207
Gary, IN 46402
P: (219) 880-0850
F: (219) 880-0858



Chicago Office
150 N. Michigan Avenue
Suite 2800
Chicago, IL 60601
P: (312) 863-8658
F: (312) 624-7701

www.cawhittakercpa.com

Independent Auditors' Report

To the Board of Directors of:
Foundations of East Chicago, Inc. and Subsidiaries
East Chicago, Indiana

We have audited the accompanying consolidated statement of financial position of the Foundations of East Chicago, Inc. ("the Foundations"), as of December 31, 2009 and 2008, and the related consolidated statements of activities and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the Foundations' management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of North Harbor, L.P., an organization consolidated in the 2009 and 2008 financial statements by reason of economic interest and common control, which statements reflect total assets of \$7,193,664 and \$7,436,555 as of December 31, 2009 and 2008, respectively. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion insofar as it relates to the amounts included for North Harbor, L.P., is based solely on the report of the other auditors.

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 the Foundation as of December 31, 2009 and 2008, and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying supplemental schedule of distributions is presented for purposes of additional analysis and is not a required part of the basic financial statements.


Whittaker & Company, PLLC
April 7, 2010

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

ASSETS		<u>2009</u>	<u>2008</u>
Current assets:			
Cash and cash equivalents (Notes 1 & 16)	\$	1,003,899	\$ 753,027
Accounts and other receivables (Note 4)		32,760	65,749
Prepaid expense (Note 7)		<u>28,884</u>	<u>32,252</u>
Total current assets		1,065,543	851,028
Noncurrent assets:			
Investments (Notes 1 & 2)		9,952,032	11,780,204
Other investments - restricted (Note 3)		416,500	416,500
Fixed Assets			
Buildings improvements		34,002	34,002
Equipment and furniture and fixtures		123,856	121,212
Vehicles		<u>32,509</u>	<u>32,509</u>
Total fixed assets		190,367	187,723
Accumulated depreciation		<u>(155,318)</u>	<u>(134,461)</u>
Net fixed assets (Note 5)		35,049	53,262
Real estate held for lease, net (Note 6)		6,882,434	7,012,531
Other assets (Note 6)		<u>237,783</u>	<u>243,015</u>
Total noncurrent assets		17,523,798	19,505,512
TOTAL ASSETS	\$	<u>18,589,341</u>	<u>\$ 20,356,540</u>

LIABILITIES AND NET ASSETS

Current liabilities:			
Notes payable (Notes 10 & 17)	\$	143,028	\$ 143,028
Accounts payable (Note 9)		150,979	111,212
Construction payable (Note 10)		48,800	48,800
Grants payables (Note 11)		31,818	72,281
Other current liabilities (Note 12)		<u>532,958</u>	<u>538,095</u>
Total current liabilities		907,583	913,416
Long-term liabilities:			
Notes payable (Notes 10 & 17)		2,223,598	2,253,737
Other long-term liabilities (Note 13)		<u>363,114</u>	<u>416,500</u>
Total long-term liabilities		2,586,712	2,670,237
TOTAL LIABILITIES		<u>3,494,295</u>	<u>3,583,653</u>
MINORITY INTEREST IN SUBSIDIARY		<u>1,220,550</u>	<u>1,574,973</u>
NET ASSETS			
Unrestricted:			
General operating		<u>7,968,139</u>	<u>44,610</u>
Designated:			
Capital appreciation		5,167,000	14,061,195
Grants and programs		<u>739,357</u>	<u>1,092,109</u>
Total designated		5,906,357	15,153,304
Total net assets		<u>13,874,496</u>	<u>15,197,914</u>
TOTAL LIABILITIES AND NET ASSETS	\$	<u>18,589,341</u>	<u>\$ 20,356,540</u>

These consolidated financial statements should be read only in connection with the accompanying summary of significant accounting policies and notes to consolidated financial statements.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009			2008
	GENERAL AND ADMINISTRATIVE	PROGRAM SERVICES	TOTAL	TOTAL
REVENUE AND OTHER GAINS				
Interest and dividends	\$ -	-	\$ 455,474	\$ 583,107
Net realized (loss)/gain on investments (Note 1)	-	-	(997,238)	(665,105)
Net unrealized gain/(loss) on investments	-	-	2,781,740	(3,440,632)
Rental income	-	-	427,852	419,888
Other revenue	-	-	96,063	30,265
Total revenue and other gains	-	-	2,763,891	(3,072,477)
EXPENSES AND DISTRIBUTIONS (Supporting services)				
Personnel costs	290,178	340,644	630,822	641,044
Board and committee costs	27,750	21,150	48,900	51,731
Administrative costs	-	101,895	101,895	108,094
Operating and maintenance	-	141,774	141,774	133,842
Staff education and training	1,797	2,587	4,384	8,065
Communication	5,876	8,456	14,332	33,352
Insurance and taxes	16,707	31,476	48,183	97,513
Investment fees	82,812	4,776	87,588	108,302
Supplies	5,345	7,692	13,037	16,768
Postage	2,438	3,508	5,946	6,554
Promotions and marketing	31,324	-	31,324	25,286
Vehicle costs	734	-	734	2,532
Other contracted services	44,143	146,662	190,805	183,882
Legal and finance	487,110	-	487,110	535,356
Excise tax	9,466	-	9,466	19,637
Facility costs (Note 15)	20,792	120,395	141,187	82,512
Other miscellaneous	13,164	9,991	23,155	30,354
Partnership and financial	-	23,882	23,882	27,823
Strategic planning	-	-	-	9,400
Other expense (Note 13)	-	-	-	416,500
Depreciation and amortization	8,552	235,699	244,251	261,700
Donations	-	39,040	39,040	41,289
Grant Distributons	-	1,951,783	1,951,783	2,168,823
Total expenses and distributions	1,048,188	3,191,410	4,239,598	5,010,359
Excess of revenues and gains over total expenses and distributions before other operating revenue (expense)			(1,475,707)	(8,082,836)
OTHER OPERATING REVENUE (EXPENSE)				
Interest revenue	-	-	-	119,436
Interest expense (Note 10)	-	-	(202,134)	(203,884)
Minority interest in income of subsidiary (Note 17)	-	-	354,423	369,969
Total other operating revenue	-	-	152,289	285,521
CHANGE IN UNRESTRICTED NET ASSETS			(1,323,418)	(7,797,315)
NET ASSETS, BEGINNING OF YEAR	-	-	15,197,914	22,995,229
NET ASSETS, END OF YEAR	\$ -	\$ -	\$ 13,874,496	\$ 15,197,914

These consolidated financial statements should be read only in connection with the accompanying summary of significant accounting policies and notes to consolidated financial statements.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

	2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (1,323,418)	\$ (7,797,315)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	244,251	261,700
Net realized loss on investments	997,238	665,105
Net unrealized (gain)/loss on investments	(2,781,740)	3,440,632
Minority interest of subsidiary	(354,423)	(369,969)
Effects of changes in operating assets and liabilities:		
Increase in account receivables tenant	(2,911)	(18)
Decrease in account and other receivables	35,900	15,398
Decrease/(Increase) in prepaids	3,368	(26,719)
Decrease in other assets	5,232	15,627
Increase/(Decrease) in accounts and notes payable	39,767	(24,742)
Decrease in grants payable	(40,463)	(71,490)
(Decrease)/Increase in other current liabilities	(5,137)	52,919
(Decrease)/Increase in other long-term liabilities (Note 13)	(53,386)	416,500
Net cash (used in)/provided by operating activities	(3,235,722)	(3,422,372)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investments, net	3,521,091	624,374
Equipment and leasehold improvements, net	(2,644)	(14,839)
Net cash provided by/(used in) investing activities	3,518,447	609,535
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment on long-term debt, net	(31,853)	(30,140)
Net cash used in financing activities	(31,853)	(30,140)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	250,872	(2,842,977)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	753,027	3,596,004
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 1,003,899	\$ 753,027
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Interest paid	\$ 202,134	\$ 203,884
Taxes paid	\$ 9,466	\$ 19,637

These consolidated financial statements should be read only in connection with the accompanying summary of significant accounting policies and notes to consolidated financial statements.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Foundations of East Chicago, Inc. (“the Foundation”) was incorporated February 8, 2007 under the Indiana Nonprofit Corporation Act of Indiana for the purpose of promoting and carrying out the City of East Chicago’s (“the City”) charitable and developmental functions pursuant to Sections 501(c)(3) and 170(c)(1) of the Internal Revenue Code. The organization was setup as a result of a merger of two pre-existing organizations known as the Twin City Education Foundation, Inc., and East Chicago Community Development Foundation, Inc. The former two organizations were incorporated on September 10, 1997.

Economic Development Agreements (“Agreements”) between the City of East Chicago and Showboat Marina Partnership were incorporated into the Indiana Gaming Commission’s Certificate of Suitability (“Certificate”) for a Riverboat Owner’s License (“License”) for a riverboat to be docked in East Chicago, Indiana. Showboat Marina Partnership transferred the Certificate to Showboat Marina Casino Partnership on March 20, 1996. The Agreements provide, among other things, for one (1%) percent of the annual adjusted gross gaming receipts to be paid to the Foundation for educational purposes and an additional (1%) percent for community development purposes. The original License issued by the State of Indiana Gaming Commission to Showboat Marina Casino Partnership was for the period April 15, 1997 to April 4, 2002; a hearing was held during 2002 for re-issuance of the license, which was approved. Harrah’s purchased Showboat’s license and continued to honor the original commitment. During 2001, the Foundation received notification from Harrah’s that both the one (1%) percent allocations will continue in perpetuity as long as there is gaming at this location. Resort’s Casino purchased Harrah’s license in 2005 and continued to honor the original commitment. Ameristar Casino purchased Resort’s license in 2007 and will continue to honor the original commitment. In November 2007, the Marion County Superior court ruled, directing the gaming operator to place funds that would go to the Foundation under the agreement into an interest bearing escrow account, pending final judgment on the constitutionality and enforceability of that portion of the 2007 Budget Bill which purports to authorize the City to unilaterally revoke or rewrite the Agreement. See Note 19 for status of litigation.

The primary activity of the Foundation is to support organizations within East Chicago, Indiana benefiting the residents of East Chicago by:

- Developing, supporting and implementing initiatives, which result in a more educated and skilled community.
- Addressing schools, teachers, parents, students, career training, and service organization capacities; which help establish curricula, family support, and diverse economic potential for employment and community support.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- Maximizing the Foundation's financial resources through partnership activities with public and private investment.
- Addressing education, training, and infrastructure needs, which advance learning and community support.
- Otherwise providing financial assistance to the City agencies with respect to education and training initiatives, including, but not limited to, assistance to public and private schools and agencies which foster training and education for East Chicago citizens (within the meaning of Section 501(c)(3) of the Internal Revenue Code) and individuals under special programs where legally permitted.

As further described in Note 17, in order to facilitate financing of the development of a 61 unit affordable housing project, known as the North Harbor Project, the Foundation incorporated the North Harbor Property, Inc. ("NHPI"). NHPI was formed on February 14, 2003 pursuant to the Indiana Nonprofit Corporation Act of 1991 for the purpose of holding property and remitting income from such property to the Foundation.

NHPI holds all common stock of North Harbor, Inc., an Indiana for-profit corporation which is the sole general partner of North Harbor, L.P. (the "Partnership"), an Indiana limited partnership. The purpose of the Partnership is to acquire, construct, own and operate residential rental properties in East Chicago, Indiana.

The remaining activity represents management and general expenses. The Foundation and its subsidiaries' fiscal years end on December 31st.

The Internal Revenue Code classifies 501(c) (3) non-profit organizations in two (2) categories – publicly supported organizations and private foundations. The Foundation and NHPI have been determined to be private foundations and the organizations file as such with the Internal Revenue Service and the Indiana Department of Revenue. During 2009, the Foundation paid \$9,466 in excise tax payments on its 2008 investment income to the Internal Revenue Service. At December 31, 2009, the Foundations had accrued excise tax of \$0.

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The Foundation maintains its accounts in accordance with the principles and practices of fund accounting. Fund accounting is the procedure by which resources for various purposes are classified for accounting purposes in accordance with activities or objectives specified by donors.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

These financial statements have been prepared to focus on the Foundation as a whole and to present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by classification of fund balances and transactions into three classes of net assets – permanently restricted, temporarily restricted or unrestricted, as recommended by the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, “Financial Statements of Not-for-Profit Organizations”.

Accordingly, net assets and changes therein are classified as follows:

Unrestricted net assets: Net assets not subject to donor-imposed restrictions.

Temporarily restricted net assets: Net assets are subject to donor-imposed stipulations that may or will be met by actions of the Foundation and/or passage of time.

Permanently restricted net assets: Net assets subject to donor-imposed stipulations that require the funds be maintained by the Foundation. Generally, the donors to these assets permit the Foundation to use all or part of the income earned on related investments for general or specific purposes.

The Board of Directors (the “Board”) has discretionary control over the use of unrestricted funds in carrying on the activities of the Foundation in accordance with the limitations of its charter and by-laws. The Board has designated certain net assets of the Foundation. The Foundation makes voluntary, non-reciprocal contributions to tax exempt entities that provide service to the East Chicago area. The unconditional grants that have been awarded, but not paid at year-end, are designated as grants and programs. In addition, the Board has designated certain funds to be invested for capital appreciation which is comprised of approximately one-half specific investment accounts at year end.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets (i.e., the donor stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between applicable classes of net assets.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting

The Foundation and its subsidiaries use the accrual basis of accounting. Under this method, revenues are recorded when they are earned instead of when they are received and expenses are recorded at the time they are incurred rather than when paid.

Principles of Consolidation

The financial statements for 2009 and 2008 have been consolidated to include the accounts of the Foundation, North Harbor Property, Inc. and subsidiaries. North Harbor Property, Inc., North Harbor, Inc. and North Harbor, L.P. (“the Organizations”) have been consolidated because the Foundation has both an economic interest in the Organizations and control through a majority interest in their governing bodies. All inter-organization transactions have been eliminated.

Use of Estimates in Preparing Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue, expenses, gains, losses and other changes in net assets during the reporting period. Actual results could differ from those estimates.

Contributions and Grants

The Foundation has adopted SFAS No. 116, “Accounting for Contributions Received and Contributions Made”. Per SFAS No. 116, contributions, including unconditional promises-to-give, are recognized as revenue in the period received. In accordance with SFAS No. 116, we have not recognized contributions held in escrow. Conditional promises to give are not recognized as revenue until the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions from unconditional promises to give that is to be received after one year is discounted at an appropriate discount rate based on an average federal funds rate.

Donated and Contributed Services

Vendors and consultants of the Foundations’ donate time and services to the operations of the Foundation. These amounts are recorded as in-kind donations in the financial statements. Donated and contributed services in 2009 and 2008 totaled \$6,750 and \$11,200, respectively.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments

Investments of the Foundation include marketable equity, debt securities and mutual funds. Investments are carried at fair value with unrealized gains and losses on investments reported as an increase or decrease in unrestricted net assets. Management limits the amount of credit exposure by diversifying these investments in various industries.

Furniture, Equipment and Leasehold Improvements

Furniture and equipment are recorded at cost less accumulated depreciation computed on the straight-line method over the estimated useful lives ranging from three to five years. Leasehold improvements of the office space are depreciated on the straight-line method over the initial lease term of one year. Vehicles are depreciated over a five-year estimated useful life.

Real estate held for lease

Land is recorded at cost. Depreciation will be computed on the straight-line method over the useful lives of 40 years for buildings, 15 years for land improvements, and 5 years for personal property.

Required Distributions/Grants Payable

The Internal Revenue Code provides that a private foundation generally must distribute for charitable purposes five percent (5%) of the average market value of its assets. The Foundation has met its minimum distribution requirements for the years ended December 31, 2009 and 2008. Any awarded, but unpaid, distribution is accrued at the end of each year.

Cash and Cash Equivalents

The Foundation considers all liquid investments, with maturities of three months or less when purchased, to be cash equivalents.

NOTE 2 – INVESTMENTS

Long-term investments carried at fair value based on quoted prices in active markets at December 31st consist of the following:

Description	<u>2009</u>	<u>2008</u>
Corporate bonds and debt	\$ 2,710,764	\$ 4,898,710
Mutual funds	2,931,654	3,075,993
Domestic and foreign funds	<u>4,726,114</u>	<u>4,222,001</u>
Total	<u>\$10,368,532</u>	<u>\$12,196,704</u>

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 3 – OTHER INVESTMENTS – RESTRICTED

On November 18, 2008, the Foundation secured the guaranty of a loan in the amount of \$416,500, made to Community Reinvestment Project of East Chicago, Inc. by Peoples Bank SB. The Foundations of East Chicago Inc. sold, assigned, transferred, and set over unto Peoples Bank SB all of its rights, title, and interest in and to an Investment Agency Endowment Fixed Income Account. The loan matures January 1, 2012.

NOTE 4 – ACCOUNTS AND OTHER RECEIVABLES

Accounts and other receivables consist of the following:

Description	<u>2009</u>	<u>2008</u>
Accounts receivable – tenant	\$ 3,969	\$ 1,058
Accrued interest – investments	<u>28,791</u>	<u>64,691</u>
Total	<u>\$ 32,760</u>	<u>\$ 65,749</u>

NOTE 5 – FURNITURE, EQUIPMENT AND LEASEHOLD IMPROVEMENTS

Furniture, equipment and leasehold improvements are summarized as follows:

Description	<u>2009</u>	<u>2008</u>
Office equipment	\$ 4,128	\$ 4,128
Computer equipment	42,828	40,184
Furniture and fixtures	76,900	76,900
Vehicles	32,509	32,509
Leasehold improvement	<u>34,002</u>	<u>34,002</u>
Total at cost	190,367	187,723
Less: accumulated depreciation	<u>(155,318)</u>	<u>(134,461)</u>
Total	<u>\$ 35,049</u>	<u>\$ 53,262</u>

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 6 – REAL ESTATE HELD FOR LEASE AND OTHER ASSETS

During 2002, North Harbor, LP began construction of a 61-unit affordable housing project (see Note 17). Buildings, site costs, and personal property were transferred from construction in progress when the units were placed in service. At December 31, 2009 and 2008, amounts relating to this project have been included in Real Estate Held for Lease and include the following:

Description	<u>2009</u>	<u>2008</u>
Construction in progress	\$ 93,184	\$ 10,000
Land	41,360	41,360
Buildings	7,852,927	7,852,927
Site Costs	254,357	254,357
Personal property	<u>127,137</u>	<u>127,137</u>
Total cost	8,368,965	8,285,761
Less: accumulated depreciation	<u>(1,486,531)</u>	<u>(1,273,250)</u>
 Total	 <u>\$ 6,882,434</u>	 <u>\$ 7,012,531</u>

Other assets at December 31, 2009 and 2008 are summarized below:

Description	<u>2009</u>	<u>2008</u>
North Harbor, L.P. reserve	\$ 107,892	\$ 103,012
North Harbor, L.P. capitalized costs	<u>129,891</u>	<u>140,003</u>
 Total	 <u>\$ 237,783</u>	 <u>\$ 243,015</u>

The partnership agreement requires the replacement reserve to be funded in the amount of \$250 per unit, per year upon completion of construction.

The agreement also requires the operating reserve to be funded in an initial amount of \$123,000 from the third capital contribution. The reserve is to increase to \$190,000 prior to the termination of the operating deficit guaranty.

The capitalized costs are permanent financing costs that are being amortized over the term of the permanent mortgage loan.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 7 – PREPAID EXPENSE

Prepaid expenses represent amounts recorded as an asset to enable the matching of the expense with the period to which it related, as follows:

Description	<u>2009</u>	<u>2008</u>
Prepaid insurance	\$ 3,278	\$ 3,108
Other prepaid assets	-	7,173
Prepaid insurance, North Harbor	<u>25,606</u>	<u>21,971</u>
 Total	 <u>\$ 28,884</u>	 <u>\$ 32,252</u>

NOTE 8 – POST RETIREMENT BENEFITS

The Foundation sponsors a Section 403(b) salary reduction plan that covers all full-time employees who are at least 21 years old and have completed one year of service. Employees may contribute up to \$16,500 during 2009. The Foundation contributes up to 3% of the annual compensation for eligible participants. Contributions by the Foundation were \$11,692 and \$12,722 at December 31, 2009 and 2008, respectively.

NOTE 9 - ACCOUNTS PAYABLE

The December 31st accounts payable balance relates to materials, supplies, or services provided to the Foundation during one calendar year, and not paid until the following calendar year. As of December 31, 2009 and 2008 the accounts payable balance was \$150,979 and \$111,212, respectively.

NOTE 10 – NOTES PAYABLE

During 2003, the Foundation received \$500,000 from the Federal Home Loan Bank of Indianapolis under the Affordable Housing Program, which it loaned to North Harbor, L.P. The loan bears interests at 5.85% per annum and is collateralized by a subordinated mortgage on certain real estate. The note, along with accrued interest, is due December 31, 2022. As of December 31, 2009 and 2008, the total amount outstanding is \$500,000.

The Foundation loaned North Harbor L.P. \$1,500,000 to facilitate construction. The note provides for interest to be accrued at 4% per annum. Monthly amortization is not required. Unpaid principal and interest are due in May 2019.

During 2005, permanent financing was obtained from P/R Mortgage & Investment Corporation. The total amount financed was \$1,989,000 for a period of thirty years at a stated interest rate of 5.995% per annum with monthly payments of \$11,919. The note is collateralized by a mortgage on the real property.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 10 – NOTES PAYABLE (Continued)

The note will mature on June 1, 2021 at which time the outstanding principal balance of approximately \$1,358,000 is to be repaid. At December 31, 2009 and 2008, the amount outstanding was \$2,366,626 and \$2,396,765, respectively.

As of December 31, 2009 and 2008, \$48,800 was outstanding as construction payable.

Future minimum debt payments are as follows:

2010	\$ 143,028
2011	143,028
2012	143,028
2013	143,028
2014	143,028
Thereafter	<u>1,651,486</u>
Total	\$ 2,366,626

NOTE 11 – GRANTS PAYABLE

The Foundation is committed to various charitable organizations for reimbursement-based grants in which the organization had fulfilled the terms of the grant and submitted for reimbursement from the Foundation. At December 31, 2009 and 2008, the total grants payable amounts were \$31,818 and \$72,281, respectively.

NOTE 12 – OTHER CURRENT LIABILITIES AND ACCRUED EXPENSES

At December 31, 2009 and 2008, the Foundation had other current liabilities and accrued expenses of the following:

Description	<u>2009</u>	<u>2008</u>
Rent owed to North Harbor, L.P.	\$ 4,043	\$ 4,054
Security deposit	35,393	32,855
Developer fee	350,000	350,000
Accrued property tax	32,002	43,241
Payroll liabilities – Employees S.I.T.	1,035	-
Legal Fees on behalf of North Harbor, L.P.	1,165	1,165
Accrued wages, FICA and FIT	<u>109,320</u>	<u>106,780</u>
Total	<u>\$ 532,958</u>	<u>\$ 538,095</u>

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 13 – OTHER LONG-TERM LIABILITIES

On November 18, 2008, the Foundation secured the guaranty of a loan in the amount of \$416,500, made to Community Reinvestment Project of East Chicago, Inc. by Peoples Bank SB. The Foundations of East Chicago Inc. sold, assigned, transferred, and set over unto Peoples Bank SB all of its rights, title, and interest in and to an Investment Agency Endowment Fixed Income Account. The loan matures January 1, 2012. During 2009, Community Reinvestment Project of East Chicago, Inc. made payment on the loan in the amount of \$53,386. Because of the payment made, the amount of other long-term liabilities at December 31, 2009 as it relates to the Foundations was \$363,114.

NOTE 14 – RELATED PARTY TRANSACTIONS

The Foundations of East Chicago served as a sponsor of the North Harbor Project and advanced \$798,063 to the Partnership to facilitate construction completion. In 2007, the Foundations paid legal fees on behalf of North Harbor L.P. in the amount of \$1,165. In 2008, the Foundations advanced an additional \$100,000 to be used for build-out of commercial space. At December 31, 2009 the total due from North Harbor Project was \$896,898.

NOTE 15 – LEASES

The Foundation entered into a one-year lease agreement with Lessor, MK Partnership. Unless either the Lessor or the Lessee gives the other written notice of intent to terminate the lease at least sixty days prior to the termination date, the lease will automatically renew for a successive one year term. The Foundation leases its facilities under an agreement that includes monthly lease charges of \$3,400. The schedule of future minimum lease payments under the operating lease at December 31, 2009 is as follows:

2010	<u>\$ 40,800</u>
Total	<u>\$ 40,800</u>

NOTE 16 – CONCENTRATIONS

The Foundation maintains cash balances in one financial institution located in East Chicago, Indiana and in its investment accounts located at various investment firms. At December 31, 2009 and 2008, the Foundation's cash and cash equivalents in the amounts of \$1,003,899 and \$753,027 were not in excess of Federal Deposit Insurance Corporation ("FDIC"). On October 3, 2008, FDIC limits were increased from \$100,000 to \$250,000 through December 31, 2013.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 17 – NORTH HARBOR

On November 15, 2001, the Board passed a resolution to organize North Harbor Property, Inc. (“NHPI”), a subsidiary non-profit corporation. This organization was formed effective February 14, 2002, for the purpose of holding title to property, to collect the net income from such property and to remit such net income to the Foundation. Its intended use is to facilitate the Foundation’s lending of funds to aid the construction of the affordable housing complex described below.

NHPI’s wholly-owned subsidiary, North Harbor, Inc. (“NHI”) (a for-profit corporation) is the sole general partner of North Harbor L.P. (NHP). NHP was formed as a limited partnership in 2001 for the purpose of developing and operating an affordable housing complex (“the Complex”) in East Chicago, Indiana. Certain agreements have been signed and put in place during 2002 to control the organization, funding and operation of the Complex as follows:

Organizational

The First Amended and Restated Limited Partnership Agreement of North Harbor, L.P. became effective May 6, 2002. The agreement provides for two outside investors to be admitted as limited partners. The limited partners agree to contribute equity capital estimated at \$3,471,478 in exchange for 99.99% limited partnership interest until the limited partners receive a return of their contributed capital. The total equity capital is based on the future benefit of low-income housing tax credits that have been awarded to NHP for the Complex. The contributions by the Limited Partners are to be made under the timeline and upon completion of milestones as defined in the agreement. Furthermore, the agreement requires performance guarantees of the General Partner (NHI) as more fully described below.

Funding

The Foundation obtained a \$1,500,000 loan from Fannie Mae to loan to NHPI, which was in turn loaned to NHI and subsequently to NHP to initially fund the Complex. In addition, NHP obtained a construction loan for approximately \$5,200,000 to fund the construction of the Complex. In addition the North Harbor LLC, (the “Developer”) loaned NHP \$280,000 in the initial stages of design and construction. The limited partner equity contributions will be used to pay the construction loan down to approximately \$1,900,000, which will be converted to a permanent mortgage at the conclusion of construction. During 2003, the Foundation received \$500,000 from the Federal Home Loan Bank of Indianapolis under the Affordable Housing Program which it loaned to North Harbor, L.P.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 17 – NORTH HARBOR (Continued)

Operational

The First Amended and Restated Partnership Agreement define limited and general partner duties and responsibilities. Requirements to make contributions to cover operating deficiencies, lease-up of the residential units, and maintenance of any operating and replacement reserve accounts are defined in the agreements. In addition to the First Amended and Restated Partnership Agreement, various operational and controlling agreements have been signed including:

Development Agreement – between NHP and North Harbor, LLC (“Developer”) outlines responsibilities for the Developer. Agreement calls for Developer to earn fees totaling \$700,000 to be paid in defined installments based on milestones of completion. Developer is not affiliated with the Foundation.

Partnership Management Agreement – The Foundations is entitled to receive a partnership management fee of \$20,000 per year increasing annually by 3%. Any unpaid fees are non-cumulative. The fee for 2009 totaling \$23,882 is included in accounts payable of NHLP-related parties. The fee for 2008 was reversed during the year since it was not paid.

The general partner is also entitled to receive an incentive management fee equal to the lesser of 75% of the partnership’s cash flow permitted to be distributed or \$5,000. The fee is to increase 3% annually and is also non-cumulative. No fee was earned in 2009 or 2008.

Operating Deficit Guaranty – The Foundations, along with the Developer and Co-Developer, entered into an unconditional guaranty and are to loan North Harbor LP the funds required to pay any outstanding deficits. After lease-up has occurred, the deficit guaranty is not to exceed \$350,000 in total from all guarantors. The operating deficit guaranty will terminate upon the Partnership achieving breakeven operation, as defined in the agreement, including the required debt service coverage charge, for three consecutive years and the operating reserve having an initial balance of \$190,000.

Property Management Agreement – NHP entered into agreement with a third party to provide rental and operational management of the Project upon completion.

After completion of the initial tax compliance period, the agreement calls for the sale of the property should the limited partners so request. The Foundation, by written agreement, has been granted a purchase option for the property at such time as it is to be sold. Potential purchase price and terms are defined within the option agreement.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE 18 – NON-CASH TRANSACTION

There were no non-cash transactions during 2009.

During 2008, the Foundation traded in a vehicle for a new vehicle. The trade-in allowance for the old vehicle was \$9,500. There was a loss on the trade-in of \$17,818. The remainder of the purchase price was paid in cash and is reflected in the cash flow statement.

NOTE 19 – OTHER MATTERS

Filed on April 18, 2005 and pending in the trial court after a remand by the Indiana Supreme Court on appeal from Marion Superior Court is East Chicago Second Century versus RIH Acquisitions. Declaration judgment action brought by Second Century, and the Foundations co-plaintiff, to declare the agreements under which the Foundations receive funds are valid. A counterclaim was filed by the City of East Chicago. The Foundations are seeking a declaration that the agreements are valid, and the City has alleged a fiduciary duty and the Agreements have been breached. This matter is currently stayed, and the Foundations expect litigation to resume on at least some claims later this year. Trial is currently set for 2011.

Filed on May 3, 2007 and pending in the Indiana Supreme Court on appeal from Marion Circuit Court, are the Foundations' of East Chicago versus City of East Chicago. Actions seeking to declare a statute which seeks to void terms of the Foundations' agreement, void and unconstitutional.

The Foundations are appealing a matter regarding the Constitutionality of a statute passed in 2007 which purports to allow the City to void the material terms of the Agreement providing funds to the Foundations. The City prevailed at trial in 2007, the Court of Appeals affirmed and the Indiana Supreme Court vacated that decision and heard oral argument on October 29, 2009. A decision is expected in 2010. In an interpleader action filed under the same cause number by the casino, Ameristar, the Court has ordered that the funds previously paid to the Foundations be set aside in an interest bearing account pending the outcome of the litigation.

Filed on April 7, 2008, and pending in Lake County Superior Court, are the Foundations of East Chicago versus City of East Chicago. An action was brought pursuant to Indiana's Access to Public Records Act. The Foundations are seeking more than \$20,000 in legal fees from the City of East Chicago in connection with a Public Records Request. This matter is pending in Lake Superior Court, and the parties are awaiting a ruling.

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES

FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

SUPPLEMENTAL INFORMATION

(Unaudited)

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
DETAILS OF CONSOLIDATED STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2009

	Foundations of East Chicago, Inc.	North Harbor Property, Inc.	North Harbor, Inc.	North Harbor, L.P.	Eliminations	Consolidated
Current assets:						
Cash and cash equivalents	\$ 960,027	\$ -	\$ -	\$ 43,972	\$ -	\$ 1,003,999
Accounts receivable tenant	-	-	-	3,969	-	3,969
Accounts and other receivables	28,791	-	-	-	-	28,791
Accounts receivable - North Harbor	896,898	-	-	-	(896,898)	-
Interest receivable, related	631,275	150,900	150,900	-	(933,075)	-
Prepaid expense	3,278	-	-	25,606	-	28,884
Real estate held for lease, net	-	-	-	6,982,434	-	6,982,434
Total current assets	2,520,269	150,900	150,900	6,955,881	(1,829,973)	7,947,977
Noncurrent assets:						
Investments	9,952,032	-	-	-	-	9,952,032
Other investments - restricted	416,500	-	-	-	-	416,500
Buildings and improvements	34,002	-	-	-	-	34,002
Equipment and furniture and fixtures	123,856	-	-	-	-	123,856
Vehicles	32,509	-	-	-	-	32,509
Total fixed assets	10,558,909	-	-	-	-	10,558,909
Accumulated depreciation	(155,318)	-	-	-	-	(155,318)
Net fixed assets	10,403,591	-	-	-	-	10,403,591
Loan Receivable From NHPI	1,500,000	1,500,000	1,500,000	-	(4,500,000)	-
Due from North Harbor	500,000	-	-	-	(500,000)	-
Other assets	-	-	-	237,783	-	237,783
TOTAL ASSETS	14,923,850	1,650,900	1,650,900	7,193,664	(6,829,973)	18,589,341

Current liabilities:						
Notes payable	\$ -	\$ -	\$ -	\$ 143,028	\$ -	\$ 143,028
Accounts payable	44,067	-	-	106,912	-	150,979
Accrued expenses	109,520	-	-	32,002	-	141,522
Construction payable	-	-	-	48,800	-	48,800
Grants payable	31,818	-	-	-	-	31,818
Due to FEC - operating deficit	-	-	-	896,063	(896,898)	1,165
Accrued interest, related	-	150,900	150,900	631,275	(933,075)	-
Other current liabilities	1,035	-	-	369,436	-	390,471
Total current liabilities	186,240	150,900	150,900	2,249,516	(1,829,973)	907,583
Long-term liabilities:						
Notes payable	500,000	1,500,000	1,500,000	3,723,598	(5,000,000)	2,223,598
Other long-term liabilities	363,114	-	-	-	-	363,114
Total long-term liabilities	863,114	1,500,000	1,500,000	3,723,598	(5,000,000)	2,586,712
TOTAL LIABILITIES	1,049,354	1,650,900	1,650,900	5,973,114	(6,829,973)	3,494,295

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
DETAILS OF CONSOLIDATED STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2009

	Foundations of East Chicago, Inc.	North Harbor Property, Inc.	North Harbor, Inc.	North Harbor, L.P.	Eliminations	Consolidated
MINORITY INTEREST IN SUBSIDIARY	-	-	-	-	1,220,550	1,220,550
NET ASSETS						
Unrestricted:						
General operating	7,968,139	-	-	-	-	7,968,139
Designated:						
Capital appreciation	5,167,000	-	-	-	-	5,167,000
Grants and programs	739,357	-	-	-	-	739,357
Total designated	5,906,357	-	-	-	-	5,906,357
Total unrestricted net assets	13,874,496	-	-	-	-	13,874,496
Total net assets	13,874,496	-	-	-	-	13,874,496
Stockholders and Partners' Equity						
Common stock	-	-	-	-	-	-
General partner	-	-	-	(122)	122	-
Limited partner	-	-	-	1,265,772	(1,265,772)	-
Syndication costs	-	-	-	(45,000)	45,000	-
Subscription receivable	-	-	-	(100)	100	-
Total stockholders and partners' equity	-	-	-	1,220,550	(1,220,550)	-
TOTAL LIABILITIES AND NET ASSETS	\$ 14,923,850	\$ 1,650,900	\$ 1,650,900	\$ 7,193,664	\$ (6,829,973)	\$ 18,589,341

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
DETAILS OF CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
DECEMBER 31, 2009

	Foundations of East Chicago, Inc.	North Harbor Property, Inc.	North Harbor, Inc.	North Harbor, L.P.	Eliminations	Consolidated
REVENUE AND OTHER GAINS						
Interest and dividends	\$ 453,646	\$ -	\$ -	\$ 1,828,00	\$ -	\$ 455,474
Net realized loss on investments	(997,238)	-	-	-	-	(997,238)
Net unrealized gain on investments	2,781,740	-	-	-	-	2,781,740
Rental income	-	-	-	427,852	-	427,852
Other revenues/(losses)	60,361	-	-	35,702	-	96,063
Total revenue and other gains	<u>2,298,509</u>	<u>-</u>	<u>-</u>	<u>465,382</u>	<u>-</u>	<u>2,763,891</u>
EXPENSES AND DISTRIBUTIONS						
Personnel costs	630,822	-	-	-	-	630,822
Board and committee costs	48,900	-	-	-	-	48,900
Administrative	-	-	-	101,895	-	101,895
Operating and maintenance	-	-	-	141,774	-	141,774
Staff education and training	4,384	-	-	-	-	4,384
Communication	14,332	-	-	-	-	14,332
Insurance and taxes	16,707	-	-	31,476	-	48,183
Investment fees	82,812	-	-	4,776	-	87,588
Supplies	13,037	-	-	-	-	13,037
Postage	5,946	-	-	-	-	5,946
Promotions and marketing	31,324	-	-	-	-	31,324
Vehicle costs	734	-	-	-	-	734
Other contracted services	190,805	-	-	-	-	190,805
Legal and finance	487,110	-	-	-	-	487,110
Excise tax	9,466	-	-	-	-	9,466
Facility costs	50,712	-	-	90,475	-	141,187
Other miscellaneous	23,155	-	-	-	-	23,155
Partnership and financial	-	-	-	23,882	-	23,882
Strategic planning	-	-	-	-	-	-
Depreciation and Amortization	20,858	-	-	223,393	-	244,251
Donations	39,040	-	-	-	-	39,040
Grant distributions	1,951,783	-	-	-	-	1,951,783
Total expenses before distributions	<u>3,621,927</u>	<u>-</u>	<u>-</u>	<u>617,671</u>	<u>-</u>	<u>4,239,598</u>
Excess of revenues and gains over total expenses and distributions before other operating revenue (expense)	(1,323,418)	-	-	(152,289)	-	(1,475,707)
OTHER OPERATING REVENUE (EXPENSE)						
Interest revenue	-	-	-	-	-	-
Interest expense	-	-	-	(202,134)	-	(202,134)
Minority interest in income (loss) of subsidiary	-	-	-	-	354,423	354,423
Total other operating revenue (expense)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(202,134)</u>	<u>354,423</u>	<u>152,289</u>
CHANGE IN NET ASSETS	(1,323,418)	-	-	(354,423)	354,423	(1,323,418)
NET ASSETS, BEGINNING OF YEAR	15,197,914	-	-	1,949,186	(1,949,186)	15,197,914
NET ASSETS, END OF YEAR	\$ 13,874,496	\$ -	\$ -	\$ 1,594,763	\$ (1,594,763)	\$ 13,874,496

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
DETAILS OF CONSOLIDATED STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2008

	Foundations of East Chicago, Inc.	North Harbor Property, Inc.	North Harbor, Inc.	North Harbor, L.P.	Eliminations	Consolidated
Current assets:						
Cash and cash equivalents	\$ 595,047	\$ -	\$ -	\$ 157,980	\$ -	\$ 753,027
Accounts receivable tenant	-	-	-	1,058	-	1,058
Accounts and other receivables	64,691	-	-	-	-	64,691
Accounts receivable - North Harbor	896,898	-	-	-	(896,898)	-
Interest receivable, related	542,025	150,900	150,900	-	(843,825)	-
Prepaid expense	10,281	-	-	21,971	-	32,252
Real estate held for lease, net	-	-	-	7,012,531	-	7,012,531
Total current assets	2,108,942	150,900	150,900	7,193,540	(1,740,723)	7,863,559
Noncurrent assets:						
Investments	11,780,204	-	-	-	-	11,780,204
Other investments - restricted	416,500	-	-	-	-	416,500
Buildings and improvements	34,002	-	-	-	-	34,002
Equipment and furniture and fixtures	121,212	-	-	-	-	121,212
Vehicles	32,509	-	-	-	-	32,509
Total fixed assets	187,723	-	-	-	-	187,723
Accumulated depreciation	(134,461)	-	-	-	-	(134,461)
Net fixed assets	53,262	-	-	-	-	53,262
Loan Receivable From NHP	1,500,000	1,500,000	1,500,000	-	(4,500,000)	-
Due from North Harbor	500,000	-	-	-	(500,000)	-
Other assets	-	-	-	243,015	-	243,015
TOTAL ASSETS	\$ 16,358,908	\$ 1,650,900	\$ 1,650,900	\$ 7,436,555	\$ (6,740,723)	\$ 20,356,540
Current liabilities:						
Notes payable	\$ -	\$ -	\$ -	\$ 143,028	\$ -	\$ 143,028
Accounts payable and accrued expenses	65,433	-	-	45,779	-	111,212
Construction payable	-	-	-	48,800	-	48,800
Grants payable	72,281	-	-	-	-	72,281
Due to FEC - operating deficit	-	-	-	898,063	(896,898)	1,165
Accrued interest, related	-	150,900	150,900	542,025	(843,825)	-
Other current liabilities	106,780	-	-	430,150	-	536,930
Total current liabilities	244,494	150,900	150,900	2,107,845	(1,740,723)	913,416
Long-term liabilities:						
Notes payable	500,000	1,500,000	1,500,000	3,753,737	(5,000,000)	2,253,737
Other long-term liabilities	416,500	-	-	-	-	416,500
Total long-term liabilities	916,500	1,500,000	1,500,000	3,753,737	(5,000,000)	2,670,237
TOTAL LIABILITIES	\$ 1,160,994	\$ 1,650,900	\$ 1,650,900	\$ 5,861,582	\$ (6,740,723)	\$ 3,583,653

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
DETAILS OF CONSOLIDATED STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2008

	Foundations of East Chicago, Inc.	North Harbor Property, Inc.	North Harbor, Inc.	North Harbor, L.P.	Eliminations	Consolidated
MINORITY INTEREST IN SUBSIDIARY						
NET ASSETS						
Temporarily Restricted:						
Capital appreciation	-	-	-	-	-	-
Unrestricted:						
General operating	44,610	-	-	-	-	44,610
Designated:						
Capital appreciation	14,061,195	-	-	-	-	14,061,195
Grants and programs	1,092,109	-	-	-	-	1,092,109
Total designated	15,153,304	-	-	-	-	15,153,304
Total unrestricted net assets	15,197,914	-	-	-	-	15,197,914
Total temporarily restricted net assets	-	-	-	-	-	-
Total net assets	15,197,914	-	-	-	1,574,973	15,197,914
Stockholders and Partners' Equity						
Common stock	-	-	-	-	-	-
General partner	-	-	-	(87)	87	-
Limited partner	-	-	-	1,620,160	(1,620,160)	-
Syndication costs	-	-	-	(45,000)	45,000	-
Subscription receivable	-	-	-	(100)	100	-
Total stockholders and partners' equity	-	-	-	1,574,973	(1,574,973)	-
TOTAL LIABILITIES AND NET ASSETS	\$ 16,358,908	\$ 1,650,900	\$ 1,650,900	\$ 7,436,555	\$ (6,740,723)	\$ 20,356,540

FOUNDATIONS OF EAST CHICAGO, INC. AND SUBSIDIARIES
DETAILS OF CONSOLIDATED STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
DECEMBER 31, 2008

	Foundations of East Chicago, Inc.	North Harbor Property, Inc.	North Harbor, Inc.	North Harbor, L.P.	Eliminations	Consolidated
REVENUE AND OTHER GAINS						
Gaming Contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest and dividends	581,087	-	-	2,020	-	583,107
Net realized loss on investments	(665,105)	-	-	-	-	(665,105)
Net unrealized loss on investments	(3,440,632)	-	-	-	-	(3,440,632)
Rental income	-	-	-	419,888	-	419,888
Other revenues/(losses)	(4,226)	-	-	34,491	-	30,265
Total revenue and other gains	(3,528,876)	-	-	456,399	-	(3,072,477)
EXPENSES AND DISTRIBUTIONS						
Personnel costs	641,044	-	-	-	-	641,044
Board and committee costs	51,731	-	-	-	-	51,731
Administrative	-	-	-	108,094	-	108,094
Operating and maintenance	-	-	-	133,842	-	133,842
Staff education and training	8,065	-	-	-	-	8,065
Communication	33,352	-	-	-	-	33,352
Insurance and taxes	15,136	-	-	82,377	-	97,513
Investment fees	108,302	-	-	-	-	108,302
Supplies	16,768	-	-	-	-	16,768
Postage	6,554	-	-	-	-	6,554
Promotions and marketing	25,286	-	-	-	-	25,286
Vehicle costs	2,532	-	-	-	-	2,532
Other contracted services	183,882	-	-	-	-	183,882
Legal and finance	535,356	-	-	-	-	535,356
Excise tax	19,637	-	-	-	-	19,637
Facility costs	46,153	-	-	36,359	-	82,512
Other miscellaneous	30,354	-	-	-	-	30,354
Partnership and financial	-	-	-	27,823	-	27,823
Strategic planning	9,400	-	-	-	-	9,400
Other expense	416,500	-	-	-	-	416,500
Depreciation and Amortization	27,711	-	-	233,989	-	261,700
Donations	41,289	-	-	-	-	41,289
Grant distributions	2,168,823	-	-	-	-	2,168,823
Total expenses before distributions	4,387,875	-	-	622,484	-	5,010,359
Excess of revenues and gains over total expenses and distributions before other operating revenue (expense)	(7,916,751)	-	-	(166,085)	-	(8,082,836)
OTHER OPERATING REVENUE (EXPENSE)						
Interest revenue	119,436	-	-	-	-	119,436
Interest expense	-	-	-	(203,884)	-	(203,884)
Minority interest in income (loss) of subsidiary	-	-	-	-	369,969	369,969
Total other operating revenue (expense)	119,436	-	-	(203,884)	369,969	285,521
CHANGE IN NET ASSETS	(7,797,315)	-	-	(369,969)	369,969	(7,797,315)
NET ASSETS, BEGINNING OF YEAR	22,995,229	-	-	1,949,186	(1,949,186)	22,995,229
NET ASSETS, END OF YEAR	\$ 15,197,914	\$ -	\$ -	\$ 1,579,217	\$ (1,579,217)	\$ 15,197,914

FOUNDATIONS OF EAST CHICAGO, INC.

SCHEDULE OF DISTRIBUTIONS

12/31/2009

Program Number	Organization	Project / Program Title	Program Award	Funds Reprogrammed	2009 Disbursement Total	Prior Disbursements (2008 & earlier)	Total Disbursed	Balance
1997 Programs								
	1997 Closed Programs		654,706	-106,962	0	547,744	547,744	0
	1997 TOTAL		\$654,706	-\$106,962	\$0	\$547,744	\$547,744	\$0
1998 Programs								
	1998 Closed Programs		1,082,080	-37,479	0	1,044,601	1,044,601	0
	1998 TOTAL		\$1,082,080	-\$37,479	\$0	\$1,044,601	\$1,044,601	\$0
1999 Programs								
	1999 Closed Programs		1,819,049	-381,897	0	1,437,152	1,437,152	0
	1999 TOTAL		\$1,819,049	-\$381,897	\$0	\$1,437,152	\$1,437,152	\$0
2000 Programs								
	2000 Closed Programs		2,664,040	-244,337	0	2,419,703	2,419,703	0
	2000 TOTAL		\$2,664,040	-\$244,337	\$0	\$2,419,703	\$2,419,703	\$0
2001 Programs								
	2001 Closed Programs		4,332,104	-772,047	0	3,560,057	3,560,057	0
	2001 TOTAL		\$4,332,104	-\$772,047	\$0	\$3,560,057	\$3,560,057	\$0
2002 Programs								
	2002 Closed Programs		3,162,691	-280,928	0	2,881,763	2,881,763	0
	2002 Total Programs		\$3,162,691	-\$280,928	\$0	\$2,881,763	\$2,881,763	\$0
2003 Programs/Contingencies/Donations								
	2003 Closed Programs		3,128,733	-195,083	0	2,933,650	2,933,650	0
	2003 Total Programs		\$3,128,733	-\$195,083	\$0	\$2,933,650	\$2,933,650	\$0
2004 Programs								
CD05-108	St. Michael The Archangel	CD05-108/East Chicago Titans Traveling Baseball Team	13,910	-3,899	0	10,011	10,011	0
CD05-304	St. Catherine Hospital	CD05-304/Diabetes Prevention in East Chicago	100,000	-29,085	0	70,915	70,915	0
TC05-224	Twin City Community Services	TC05-224/Girl Power 2005	6,800	-238	790	5,772	6,562	0
	2004 Closed Programs		3,048,714	-236,605	0	2,812,109	2,812,109	0
	2004 Total Programs		\$3,169,424	-\$269,826	\$790	\$2,898,808	\$2,899,598	\$0
2005 Programs								
CD06-203	City of East Chicago	CD06-203/Project SAFE (Student Athlete Fitness Exam)	15,000	-634		14,366	14,366	0
CD06-225	Pop Warner Little Scholars, Inc.	CD06-225/Homeland Family Enrichment & Fulfillment In	30,000	-9,056		20,944	20,944	0
CD06-302.01	Church of the Good Shepherd	CD06-302.01/Food Pantry Part II	4,000		355	3,645	4,000	0
CD06-305.01	Meek Missionary Baptist Church	CD06-305.01/Food Pantry Part II	4,000	-83		3,917	3,917	0
CD06-308	Boys & Girls Club of Northwest Indiana, Inc	CD06-308/Capital Outlay III	15,500	16,997		32,497	32,497	0
CD06-310	School City of East Chicago	CD06-310/Paving the Way to a Healthier Lifestyle	42,713	-49		42,664	42,664	0
CD06-407	St. Stanislaus Church	CD06-407/Community Food Pantry	5,000	-2		4,998	4,998	0
CD06-407.01	St. Stanislaus Church	CD06-407.01/Food Pantry Part II	4,000	-1		3,999	3,999	0
CD06-408	City of East Chicago	CD06-408/East Chicago Urban Forestry Grant	25,000	-210		24,790	24,790	0
TC06-107	Youth of East Chicago, Inc.	TC06-107/Reach For Tomorrow III: Preparing for Tomorro	20,000	-2,228		17,772	17,772	0

Program Number	Organization	Project / Program Title	Program	Award	Funds Reprogrammed	2009	Prior	Total Disbursed	Balance
						Disbursement Total	Disbursements (2008 & earlier)		
TC06-121	Girl Scouts of the Calumet Council	TC06-121/Uniquely ME!		36,000	-6,653		29,347	29,347	0
TC06-122	Indiana Sailing Association, Inc.	TC06-122/Stars of the Sea: Family Watersports & Evening		22,106		957	21,149	22,106	0
TC06-307	The International Association of Lions Club	TC06-307/Gift of Sight Program Plus		17,000	-5,360		11,640	11,640	0
TC06-411	School City of East Chicago	TC06-411/2007 Challenger Program		15,085	-7,343		7,742	7,742	0
TC06-416	Boys & Girls Club of Northwest Indiana	TC06-416/Rites of Passage		57,963	-11,762		46,201	46,201	0
TC06-418	Lighthouse Charter School	TC06-418/East Chicago Lighthouse Charter School Parent		5,000	-311		4,689	4,689	0
TC06-421	School City of East Chicago	TC06-421/Enhancing the Library Media Center Resources		15,320	-219		15,101	15,101	0
TC-06-509	TC Scholarships	TC06-509/2008 Scholarships		92,500	-36,000		56,500	56,500	0
TC-06-509	TC Scholarships	TC06-509/2007 Scholarships		86,000	-23,500		62,500	62,500	0
TC06-501	TC Extra Curricular - East Chicago Urban	TC06-501/Extra Curricular		55,000	-6,503		48,497	48,497	0
	2005 Closed Programs			3,190,587	-137,675	0	3,052,912	3,052,912	0
	2005 Total Programs			\$3,757,774	-\$230,591	\$1,312	\$3,525,871	\$3,527,183	\$0
2006 Programs									
C07-104	Berean Fellowship Church	C07-104/Cardinal Youth Development & Life Skills		8,000	-1,829		6,171	6,171	0
C07-105	City of East Chicago	C07-105/Parks & Recreation Department Special Event		13,544	-1,514		12,030	12,030	0
C07-106	City of East Chicago	C07-106/Sports Clinics for Children		4,471	-10		4,461	4,461	0
C07-109	East Chicago Education Foundation, Inc	C07-109/Enriching the Palette of Our Community		16,481	-2,299		14,182	14,182	0
C07-207	Roxana Civic Club	C07-207/Summer Fest 2007		4,000	-2,046		1,954	1,954	0
C07-208	South Shore Arts	C07-208/After-School Art Enrichment Program		52,000	-4,620		47,380	47,380	0
C07-209	VIVA Performing Arts and Theatre Schoc	C07-209/VIVA! PATS Performing Arts Theatre School Su		23,625	-1,970		21,655	21,655	0
C07-302	East Chicago Civic Little League	C07-302/2008 Summer Baseball Program		20,000	-3,729		16,271	16,271	0
C07-303	East Chicago Education Foundation, Inc.	C07-303/Earth Camp 2008		21,395	-2,429		18,966	18,966	0
C07-304	East Chicago Education Foundation, Inc.	C07-304/2008 Winter Earth Camp		2,380	-180		2,200	2,200	0
C07-308	International Institute/LACASA	C07-308/SuCasa Youth Culture Center		20,000	-63	10,144	9,793	19,937	0
C07-309	The Nazareth Home	C07-309/Newsletter Sponsorship		8,520		2,976	5,544	8,520	0
C07-310	South Shore Arts	C07-310/Art Field Trips & Visiting Artist Program		19,075	-2,531		16,544	16,544	0
CD07-113	Neighborhoods Incorporated of Hammond	CD07-113/Healthy Neighborhood Project of New Addition		6,000	-534		5,466	5,466	0
CD07-125	St. John Cantius Church	CD07-125/UBM Capital Campaign		17,762	-5,843		11,919	11,919	0
D07-104	Healthy East Chicago, Inc.	D07-104/HEC Technology		13,780	-96		13,684	13,684	0
D07-110	Indiana Black Expo	D07-110/Capacity Building/Funding Enhancement		20,000	-1,113		18,887	18,887	0
D07-203	Boys & Girls Club of Northwest Indiana, Ir	D07-203/Capital Outlay IV		30,000		30,000	0	30,000	0
D07-205	City of East Chicago	D07-205/Home Buyers Assistance Program		50,000	-30,000	10,000	10,000	20,000	0
D07-301	United Neighborhood Organizations, Inc.	D07-301/Building Reparis for East Chicago Centers		25,000	0	8,936	16,064	25,000	0
D07-304	Boys & Girls Club of Northwest Indiana, Inc	D07-304/Junior Staff Career Development Program		40,000	-18546	21,454	0	21,454	0
D07-305	City of East Chicago	D07-305/East Chicago Beach Front Restoration Project		25,000	-9,526	10,474	5,000	15,474	0
D07-306	City of East Chicago	D07-306/SWAT Team Equipment and Maintenance Upgra		40,256	-367	31,838	8,051	39,889	0
D07-310	St. John Cantius Church	D07-310/UBM Remodeling		25,200	-1,289		23,911	23,911	0
E07-106	New Providence Baptist Church	E07-106/Paving The Way For Literacy		12,500	-2		12,498	12,498	0
E07-201	A.L.S.E. Clemente Center	E07-201/Yes, You Can Tutoring and Mentoring Program		10,000	-46		9,954	9,954	0
E07-204	Creating an Environment of Success, Inc.	E07-204/Youth About Business Chicago Summer Business		14,000	-1,801		12,199	12,199	0
E07-212	International Institute/LACASA	E07-212/Youth Leadership Development Program		25,000	-28	3,124	21,848	24,972	0
E07-213	Ivy Tech Community College	E07-213/The Plaza Communitarias Program		30,000	-3,180		26,820	26,820	0
E07-215	School City of East Chicago	E07-215/Getting Ready for Kindergarten		9,881	-1,855		8,026	8,026	0
E07-301	A.L.S.E. Clemente Center	E07-301/Safe Haven After School Childcare Program		58,832	-782	16,994	41,056	58,050	0
E07-305	East Chicago Education Foundation, Inc.	E07-305/Teacher Excellence Award Dinner		6,000	-962		5,038	5,038	0
E07-309	School City of East Chicago	E07-309/2008 Sky Voyage Program		14,325	-4,325		10,000	10,000	0
E07-311	School City of East Chicago	E07-311/2008 Challenger Program		15,085	-7,985		7,100	7,100	0
FEC07-502	Extra Curricular	FEC07-502/Extra Curricular		110,000	-19,148		90,852	90,852	0
FEC07-509.03	Scholarship Class 2009	FEC07-509.03/2009 Scholarships		90,000	-27,000		63,000	63,000	0
FEC07-509	Scholarship Class 2011	FEC07-509.01/2011 Scholarships		78,000			76,750	76,750	1,250
FEC07-512	City of East Chicago	FEC07-512/Non-Competitive Grant		100,000	-360		99,640	99,640	0

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FEC07-515	Catholic Charities	FEC07-515/Heating Assistance	40,000	-8,000		32,000	32,000	0
FEC07-516	Healthy East Chicago, Inc.	FEC07-516/Fitness Center	89,847	19,624		109,471	109,471	0
FEC07-518	Northwest Indiana Federation Interfaith Orga	FEC07-518/Capacity Building Grant	25,000	-9,594		15,406	15,406	0
FEC07-519	A.L.S.E. Clemente Center	FEC07-519/Capacity Building Grant	25,000		4,420	18,091	22,511	2,489
FEC07-520	A.L.S.E. Clemente Center	FEC07-520/General Operations Grant	60,000		36,125	23,875	60,000	0
FEC07-521	Northwest Indiana Federation Interfaith Orga	FEC07-521/General Operations Grant	60,000	-429		59,571	59,571	0
H07-102	We Care From The Heart, Inc.	H07-102/Seniors in Crisis	10,000	-65		9,935	9,935	0
H07-107	Munster Medical Research Foundation, Inc.	H07-107/Take 5 For Life	55,000	-302		54,698	54,698	0
H07-109	Health Visions Midwest	H07-109/Are We Healthy? State Of Our Health in East Chi	15,000	-526		14,474	14,474	0
H07-111	Faith Temple Church of God in Christ, Inc.	H07-111/Good Samaritan Program New Creation Center)	25,000	-289		24,711	24,711	0
H07-112	Healthy East Chicago, Inc.	H07-112/Women Family Health Initiative	15,250	0		15,250	15,250	0
H07-113	City of East Chicago	H07-113/D.A.R.E.	10,000	-330	3,081	6,589	9,670	0
H07-204	City of East Chicago	H07-204/Project SAFE: Student Athlete Fitness Exam	15,000	-98	10,588	4,315	14,902	0
H07-206	Health Visions Midwest	H07-206/Promotores de Salud Maternal Infantil	10,000	-40	3,944	6,016	9,960	0
H07-207	Meek Missionary Baptist Church	H07-207/Food Ministry	5,000		946	4,054	5,000	0
H07-303	City of East Chicago	H07-303/Disaster Preparedness Handbook	5,500		4,400	1,100	5,500	0
H07-304	City of East Chicago	H07-304/Fire Safety House	20,000	-4014	3,965	12,021	15,986	0
H07-305	Holy Trinity Croatian Church	H07-305/Holy Innocents Rooms	25,000	-15		24,985	24,985	0
H07-306	International Institute/LACASA	H07-306/Immigration Counseling Program	24,600		11,800	12,800	24,600	0
TC07-102	Youth of East Chicago	TC07-102/Destined for Success I Entry Level Program	53,600	-4,796		48,804	48,804	0
TC07-103	Youth of East Chicago	TC07-103/Destined for Success II Summer Job Shadow &	20,300	-4,941		15,359	15,359	0
TC07-104	Youth of East Chicago	TC07-104/Preparing for Tomorrow	19,300	-1,625		17,675	17,675	0
TC07-105	Youth of East Chicago	TC07-105/Destined for Success IV Fulfilling our Destiny	11,250	-5,469	-1,565	7,346	5,781	0
TC07-108	St. Catherine Hospital	TC07-108/Certified Nurse Assistant Training Program	18,543	-3,197		15,346	15,346	0
TC07-116	A.L.S.E. Clemente Center	TC07-116/Safe Haven After School Childcare Program	30,000	-189		29,811	29,811	0
TC07-120	International Institute/LACASA	TC07-120/SuCasa Youth Culture Center	20,000	-28		19,972	19,972	0
TC07-123	Holistic Community Coalition NFP	TC07-123/Alternative Actions Program (TCAAP)	20,000	-19		19,981	19,981	0
2006 Closed Programs			1,871,443	-126,255	-145	1,745,333	1,745,188	0
2006 Total Programs			\$3,679,745	-\$308,604	\$223,498	\$3,143,903	\$3,367,402	\$3,739
2007 Programs								
C08-105	City of East Chicago	C08-105/Picnic in the Park for Children	12,550	-257		12,293	12,293	0
C08-108	City of East Chicago	C08-108/Senior Wellness Program	14,684		1,178	13,506	14,684	0
C08-110	Youth of East Chicago	C08-110/Year II: Summer Job Shadow & Leadership Camp	22,700	-8,787	-8,787	22,700	13,913	0
C08-112	Destined for Success	C08-112/Year III: Preparing for Tomorrow	2,300	-627	1,673	0	1,673	0
C08-114	East Chicago Education Foundation, Inc.	C08-114/Golden Palette	6,146	-640	1,531	3,975	5,506	0
C08-118	Pop Warner Little Scholars, Inc.	C08-118/No Child Left Out Safety and Rejuvenation Progr.	13,000	-278		12,722	12,722	0
C08-121	Indiana Harbor Little League	C08-121/Adults Do Care IV	15,000	-10,609		4,391	4,391	0
C08-122	Indiana Sailing Association, Inc.	C08-122/Cardinal Sailing Program	25,000		4,740	19,337	24,078	922
C08-125	Revitalization Organization of New Addition	C08-125/New Addition Day 'We Are Family'	4,900	-9		4,891	4,891	0
C08-129	Youth of East Chicago	C08-129/Success through Empowerment	10,636		9,572	0	9,572	1,064
D08-101	Bishop Noll Institute	D08-101/Digital Learning Center Campaign Year 2	13,399	-536	513	12,350	12,863	0
D08-107	East Chicago Civic Little League	D08-107/Concession Stand Equipment	5,000	-1665	1,859	1,476	3,335	0
D08-110	Healthy East Chicago, Inc.	D08-110/2008 Administration & Operations	25,000		2,972	22,028	25,000	0
D08-111	Healthy East Chicago, Inc.	D08-111/HEC Educational Outreach Rooms	10,000		1,359	8,641	10,000	0
E08-101	Boy Scouts of America	E08-101/Elementary Learning for Life	6,000	-2630	2,170	1,200	3,370	0
E08-103	Creating an Environment of Success, Inc.	E08-103/Youth About Business Chicago Summer Business	25,000		10,406	14,594	25,000	0
E08-107	New Horizons Child Care Ministry, Inc.	E08-107/Paving the Way for Literacy	15,000		7,383	7,617	15,000	0
FEC08-502	Healthy East Chicago, Inc.	FEC08-502/Fitness Center	85,000	-1603	14,718	68,679	83,397	0

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FEC08-504	Valparaiso University	FEC08-504/Scholarships	261,000		1,000	-7,543	259,500	10,043
FEC08-601	Catholic Charities	FEC08-601/Eating Healthy East Chicago	1,230			1,230	0	0
FEC08-602	Catholic Charities	FEC08-602/Homeless Prevention East Chicago	4,000			4,000	0	0
FEC08-605	The International Association of Lions Clubs	FEC08-605/Gift of Sight Plus II	1,840		-920	920	0	0
FEC08-607	Health Visions Midwest	FEC08-607/ARE YOU HEALTHY? PHASE II	4,680			4,680	0	0
FEC08-608	Health Visions Midwest	FEC08-608/Promotores de Salud Maternal e Infantil	4,000			2,000	0	2,000
FEC08-609	Healthy East Chicago, Inc.	FEC08-609/Administration & Operation	10,000			10,000	0	0
FEC08-610	Healthy East Chicago, Inc.	FEC08-610/Educational Rooms	8,000			8,000	0	0
FEC08-612	Healthy East Chicago, Inc.	FEC08-612/Women Family Health Initiative	6,100			6,100	0	0
FEC08-613	Holistic Community Coalition NFP	FEC08-613/Access EC TV	10,000			9,800	0	200
FEC08-617	New Ebenezer Missionary Baptist Church	FEC08-617/Food Pantry	5,000			5,000	0	0
FEC08-618	Northwest Indiana Federation of Interfaith Organizations	FEC08-618/General Operations Grant	10,000			10,000	0	0
FEC08-620	The Salvation Army	FEC08-620/Feeding Program	5,000			5,000	0	0
FEC08-621	St. Stanislaus Church	FEC08-621/St. Stanislaus Community Food Pantry	5,000			4,640	0	360
FEC08-701	Boys & Girls Club of Northwest Indiana, Inc.	FEC08-701/Ten Steps Rites of Passage	10,000			10,000	0	0
FEC08-703	East Chicago Civic Little League	FEC08-703/2008 Summer Baseball Program	7,840		-1160	6,680	0	0
FEC08-709	International Institute/LACASA	FEC08-709/Youth Leadership Development Program	8,000			7,200	0	800
FEC08-710	Ivy Tech Community College	FEC08-710/Plazas Communitarians	10,000		-42	9,958	0	0
FEC08-712	South Shore Arts, Inc.	FEC08-712/After-School Art Enrichment Program	10,000			10,000	0	0
FEC08-716	Youth of East Chicago	FEC08-716/East Chicago Community Alliance for Education	3,280			1,640	0	1,640
FEC08-805	City of East Chicago	FEC08-805/Public Safety	2,500		-1375		1,125	0
FEC08-827	City of East Chicago	FEC08-827/Education	2,500		-1875		625	0
FEC08-835	School City of East Chicago	FEC08-835/Education	2,500		-1875		625	0
FEC08-848	Indiana Black Expo	FEC08-848/Education	2,500		-1875		625	0
FEC08-904	Holistic Community Coalition NFP	FEC08-904/Tri-City Alternative Action Program	25,000		-6	-6	25,000	0
FEC08-905	Catholic Charities Collaborative	FEC08-905/Heating Assistance	20,000			15,000	0	5,000
FEC08-914	Catholic Charities	FEC08-914/Food Pantry	5,000			5,000	0	0
FEC08-915	Catholic Charities	FEC08-915/Heating Assistance Program	12,000			12,000	0	0
FEC08-918	City of East Chicago	FEC08-918/Connecting East Chicago-Winter Wonderland	10,000		-4465	5,535	0	0
FEC08-921	City of East Chicago	FEC08-921/Fire Safety House	20,000			18,000	0	2,000
FEC08-926	City of East Chicago	FEC08-926/Senior Wellness Program	15,000			13,500	0	1,500
FEC08-929	Communities In Schools of East Chicago	FEC08-929/Communities In Schools of East Chicago	15,000		-188	14,812	0	0
FEC08-930	Creating an Environment of Success, Inc.	FEC08-930/Youth About Business Summer Business Camp	15,000			13,500	0	1,500
FEC08-931	Destined for Success	FEC08-931/Destined for Success College Visits	10,000		-639	9,361	0	0
FEC08-936	East Chicago Public Library	FEC08-936/Summer Reading Program 2009	7,000			7,000	0	0
FEC08-938	Faith Temple Church of God in Christ, Inc.	FEC08-938/Youth-on-the-Move	15,000			13,500	0	1,500
FEC08-939	Iglesia del Nazareno East Chicago	FEC08-939/Food Pantry Ministry	5,000			2,241	0	2,759
FEC08-940	God First Ministries	FEC08-940/Food Pantry	5,000			5,000	0	0
FEC08-941	Grace Missionary Baptist Church of East Chicago	FEC08-941/Boys 2 Dads (Girls) - Self Awareness	15,000			7,500	0	7,500
FEC08-942	Haven House, Inc.	FEC08-942/Essentials of Everyday Living	3,000			3,000	0	0
FEC08-946	Healthy East Chicago, Inc.	FEC08-946/Safe & Secure	10,000			10,000	0	0
FEC08-948	Holy Trinity Croatian Church	FEC08-948/Holy Innocents Room	10,000			9,998	0	2
FEC08-953	International Institute/LACASA	FEC08-953/SuCasa Youth Culture Center	10,000			5,000	0	5,000
FEC08-957	Northwest Indiana Meals on Wheels, Inc.	FEC08-957/Providing Nutrition - Preserving Dignity - Mission	18,000			16,200	0	1,800
FEC08-958	Mission of Jesus Christ Church	FEC08-958/An Alternative to Bridging the Gap	18,000			18,000	0	0
FEC08-960	Munster Medical Research Foundation, Inc.	FEC08-960/Take 5 for Life	7,027			7,027	0	0
FEC08-969	Robertson Child Development Center, Inc.	FEC08-969/Help! My Child Won't Listen To Me!	5,000		-2,646	2,354	0	0
FEC08-970	The Salvation Army	FEC08-970/Heating Assistance and Administrative Cost Study	25,000			16,187	0	8,813
FEC08-978	Youth of East Chicago	FEC08-978/Striving to Achieve Academic and Recreational	15,000			13,500	0	1,500

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FEC08-979	School City of East Chicago	FEC08-979/Cardio Upgrade	15,000		15,000	0	15,000	0
FEC08-982	St. Stanislaus School	FEC08-982/Emergency Phone System(Chalk Talk)	10,000		10,000	0	10,000	0
FEC08-986	United Neighborhood Organizations, Inc.	FEC08-986/Security for East Chicago Centers	10,000	-449	9,551	0	9,551	0
H08-102	Holistic Community Coalition NFP	H08-102/2008 Gun Buy Back	25,000	-919		24,081	24,081	0
H08-103	St. Catherine Hospital	H08-103/STOP Diabetes in East Chicago	30,900	-19,315		11,585	11,585	0
H08-108	Health Visions Midwest	H08-108/Are We Healthy? Phase II	25,000	-21	7,047	17,932	24,979	0
H08-109	The International Association of Lions Club	H08-109/Gift of Sight Plus II	4,960		2,505	2,455	4,960	0
H08-110	St. Stanislaus Church	H08-110/Community Food Pantry	5,000		130	4,870	5,000	0
H08-112	Grace Missionary Baptist Church of East Chi	H08-112/Boys to Dad Self-Awareness Program	6,000		882	5,118	6,000	0
H08-114	We Care From The Heart	H08-114/Seniors in Crisis	14,000		8,365	5,635	14,000	0
H08-115	Catholic Charities	H08-115/Food Pantry	5,000		1,881	3,119	5,000	0
H08-116	Church of the Good Shepherd	H08-116/Food Pantry	5,000		5,000	0	5,000	0
H08-117	Iglesia del Nazareno East Chicago	H08-117/Food Pantry	5,000		2,717	2,283	5,000	0
H08-118	God First Ministries	H08-118/Food Pantry	5,000		785	4,215	5,000	0
	2007 Closed Programs		326,023	75,236	0	401,259	401,259	0
	2007 Total Programs		\$1,513,195	\$10,825	\$467,664	\$1,000,454	\$1,468,118	\$55,903
2008 Programs								
FEC09-104	East Chicago Civic Little League	FEC09-104/Summer Baseball Program	3,000	-688	2,312	0	2,312	0
FEC09-105	East Chicago Education Foundation, Inc.	FEC09-105/Golden Palette 2009	10,000		5,000	0	5,000	5,000
FEC09-106	East Chicago Education Foundation, Inc.	FEC09-106/Earth Camp 2009	15,000		15,000	0	15,000	0
FEC09-109	St. Stanislaus School	FEC09-109/Reading With Understanding	2,000		2,000	0	2,000	0
FEC09-110	St. Stanislaus School	FEC09-110/St. Stanislaus Outreach Summer Program	7,000	-5	6,995	0	6,995	0
FEC09-111	Teens In Action	FEC09-111/Read and See/ Dream Obtainers	10,000		9,000	0	9,000	1,000
FEC09-112	United Neighborhood Organizations, Inc.	FEC09-112/Building Dreams After School Program	10,000		10,000	0	10,000	0
FEC09-113	Carmelite Guild	FEC09-113/Carmelite Guild/Annual Fundraiser Dinner	5,000		5,000	0	5,000	0
FEC09-114	Church of the Good Shepherd	FEC09-114/Harbor Mission/House of Hospitality	5,000		3,520	0	3,520	1,480
FEC09-115	Community Reinvestment Project of East C	FEC09-115/CRP's Affordable Housing Program	10,000		10,000	0	10,000	0
FEC09-116	Healthy East Chicago, Inc.	FEC09-116/Administration & Operations	10,000		10,000	0	10,000	0
FEC09-119	Puerto Rican Parade & Cultural Organizati	FEC09-119/Puerto Rican Parade & Cultural Organization c	5,000		5,000	0	5,000	0
FEC09-120	Revitalization Organization of New Additi	FEC09-120/We Are Family	5,000		5,000	0	5,000	0
FEC09-124	We Care From The Heart	FEC09-124/Seniors In Crisis	10,000		9,348	0	9,348	652
FEC09-125	Xel-Ha Escuela de Danza	FEC09-125/Xel-Ha Escuela de Danza Folkloric Dancers	5,000		5,000	0	5,000	0
FEC09-129	City of East Chicago	FEC09-129/New Dimensions Stars Summer Camp	9,000		8,100	0	8,100	900
FEC09-131	City of East Chicago	FEC09-131/Picnic in the Park for Children	9,000		4,500	0	4,500	4,500
FEC09-135	City of East Chicago	FEC09-135/Project SAFE (Student Athlete Fitness Exams)	5,000		4,830	0	4,830	170
FEC09-137	The Salvation Army	FEC09-137Food Services Coordinator	10,000		9,000	0	9,000	1,000
FEC09-138	Indiana Harbor Little League	FEC09-138/SAFETY THROUGH PREVENTIVE MAINT.	10,609		10,609	0	10,609	0
FEC09-201	Healthy East Chicago, Inc.	FEC09-201/Strengthening Families Collaborative	101,907		80,281	0	80,281	21,626
FEC09-202	Neighborhoods Incorporated of Hammond	FEC09-202/Building Neighborhoods Collaborative	124,897		97,040	0	97,040	27,857
FEC09-203	South Shore Arts, Inc.	FEC09-203/Youth Programs for Student Success Collabora	152,353		108,315	0	108,315	44,038
FEC09-210	Communities In Schools of East Chicago	FEC09-210/Youth P.L.U.S.(Plan. Learn, Understand, Succ	31,600		11,000	0	11,000	20,600
FEC09-211	Neighborhoods Incorporated of Hammond	FEC09-211/Please, Have a Seat! Collaborative	34,425		15,712	0	15,712	18,713
FEC09-212	Purdue University	FEC09-212/Various Initiatives Collaborative	10,000		5,000	0	5,000	5,000
FEC09-213	South Shore Arts, Inc.	FEC09-213/East Chicago Parent Community Academy Col	46,188		23,094	0	23,094	23,094
FEC09-401	Holy Trinity Croatian Church	FEC09-401/Holy Innocents Room	10,000		5,000	0	5,000	5,000
FEC09-404	Holy Trinity Croatian Church	FEC09-404/Remodel Bathroom	5,000		2,500	0	2,500	2,500
FEC09-406	Catholic Charities	FEC09-406/Eating Healthy East Chicago	3,228		1,614	0	1,614	1,614
FEC09-410	Sociedad Civica y Cultural La Reforma	FEC09-410/General Operating 2010	7,500		3,750	0	3,750	3,750

Program Number	Organization	Project / Program Title	Program Award	Funds Reprogrammed	2009 Disbursement Total	Prior Disbursements (2008 & earlier)	Total Disbursed	Balance
FEC09-412	Robertson Child Dev Center, Inc.	FEC09-412/Learning:Present & Future	7,500		3,750	0	3,750	3,750
FEC09-413	Xel-Ha Escuela de Danza	FEC09-413/Mexican Folkloric Dancers, Mexican Conterr	5,000		2,500	0	2,500	2,500
FEC09-415	Bethany Retreat House	FEC09-415/Newsletter Printing and Mailing	2,309		1,154	0	1,154	1,155
FEC09-419	Boys & Girls Club of Northwest Indiana, Ir	FEC09-419/'The Positive Place for Kids!' - Membership &	14,931		7,466	0	7,466	7,465
FEC09-421	Puerto Rican Parade & Cultural Organizator	FEC09-421/'Pride in our Roots'	7,500		3,750		3,750	3,750
FEC09-422	Community Reinvestment Project of East C	FEC09-422/CRP's Affordable Housing Program	15,000		15,000	0	15,000	0
FEC09-425	South Shore Arts, Inc.	FEC09-425/2009 - 2010 GENERAL OPERATION SUPPC	10,000		5,000	0	5,000	5,000
FEC09-437	Healthy East Chicago, Inc.	FEC09-437/Administration & Operations	8,000		4,000	0	4,000	4,000
FEC09-438	Mission of Jesus Christ Church	FEC09-438/Alternatives to Bridging the Gap	15,000		7,500	0	7,500	7,500
FEC09-440	United Neighborhood Organizations, Inc.	FEC09-440/Security and Technology Operations	15,000		7,500	0	7,500	7,500
FEC09-446	East Chicago Civic Little League	FEC09-446/2010 Summer Baseball	10,000		5,000	0	5,000	5,000
FEC09-447	Healthy East Chicago, Inc.	FEC09-447/Educational Outreach Rooms	3,500		1,750	0	1,750	1,750
FEC09-452	Healthy East Chicago, Inc.	FEC09-452/Women & Family Health Initiative	3,500		1,750	0	1,750	1,750
FEC09-456	Greater Destiny Bible Church	FEC09-456/Community Enrichment	7,500		3,750	0	3,750	3,750
FEC09-457	Greater Destiny Bible Church	FEC09-457/Excel (Exposing Children to Excel through Le	9,760		4,880	0	4,880	4,880
FEC09-501	Holistic Community Coalition NFP	FEC09-501/Tri-City Alternative Action Plan	95,000		95,000	0	95,000	0
FEC09-502	Pace Suburban Bus Service	FEC09-502/PACE	80,292		80,292	0	80,292	0
FEC09-503	Healthy East Chicago, Inc.	FEC09-503.01/Fitness Center	133,517	-14347	119,170	0	119,170	0
FEC09-504	Holistic Community Coalition NFP	FEC09-504/Tri-City Alternative Actions Program	120,000		120,000	0	120,000	0
FEC09-505	Colleges & Universities	FEC09-505/Scholarship	270,000		264,250	0	264,250	5,750
FEC09-506	Holistic Community Coalition NFP	FEC09-506/Gun Buy Back Program	15,000		15,000	0	15,000	0
FEC09-507	City of East Chicago	FEC09-507/Home Buyers Assistance Program	30,000		5,000	0	5,000	25,000
FEC09-508	Catholic Charities	FEC09-508/Gift of Warmth Collabrative	50,000		25,000	0	25,000	25,000
FEC09-611	American's Second Harvest of Northwest Ir	FEC09-611/Food Pantry Collaborative	45,000		22,500	0	22,500	22,500
2008 Closed Programs								
2008 Total Programs			\$1,656,016	-\$15,040	\$1,314,480	\$0	\$1,314,480	\$326,494
GRAND TOTAL			\$30,619,557	-\$2,831,972	\$2,007,746	\$25,393,704	\$27,401,450	\$386,135