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## **UNO ATHLETIC ASSOCIATION**

### **AUDITED FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION**

*June 30, 1999 and 1998*

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court

Release Date 2-2-00

# **UNO ATHLETIC ASSOCIATION**

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# *Kushner LaGraize, L.L.P.*

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
UNO Athletic Association  
New Orleans, Louisiana

We have audited the accompanying statements of financial position of UNO Athletic Association (a nonprofit organization) as of June 30, 1999 and 1998, and the related statements of activities and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audits 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 audits provide 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 UNO Athletic Association as of June 30, 1999 and 1998, and the changes in its net assets and its cash flows for the years then ended in conformity with generally accepted accounting principles.

Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedule on page 9 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Kushner LaGraize, L.L.P.*

Metairie, Louisiana  
November 8, 1999

**UNO ATHLETIC ASSOCIATION**  
**STATEMENTS OF FINANCIAL POSITION**  
*June 30, 1999 and 1998*

ASSETS	<u>1999</u>	<u>1998</u>
<b>CURRENT ASSETS</b>		
Cash	\$ 2,497	\$ 4,917
Certificate of deposit	8,202	7,737
Accounts receivable		
Affiliated organizations	15,675	14,775
Other	<u>0</u>	<u>3,418</u>
<b>TOTAL CURRENT ASSETS</b>	26,374	30,847
<b>PROPERTY AND EQUIPMENT</b>		
Vehicles, net of accumulated depreciation of \$52,129 and \$41,645	<u>5,445</u>	<u>15,929</u>
	<u><b>\$ 31,819</b></u>	<u><b>\$ 46,776</b></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 11,388	\$ 5,102
Deferred revenue	<u>0</u>	<u>400</u>
<b>TOTAL CURRENT LIABILITIES</b>	11,388	5,502
<b>COMMITMENTS</b>		
<b>NET ASSETS - UNRESTRICTED</b>	<u>20,431</u>	<u>41,274</u>
	<u><b>\$ 31,819</b></u>	<u><b>\$ 46,776</b></u>

**UNO ATHLETIC ASSOCIATION**  
**STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS**  
*Years Ended June 30, 1999 and 1998*

	<u>1999</u>	<u>1998</u>
<b>PUBLIC SUPPORT AND REVENUES</b>		
Contributions	\$ 19,254	\$ 13,245
Memberships	33,035	50,549
Fund-raising	11,106	31,147
Interest income	<u>544</u>	<u>648</u>
 <b>TOTAL PUBLIC     SUPPORT AND REVENUES</b>	 63,939	 95,589
 <b>EXPENSES</b>		
Program services	62,889	60,453
Management and general	21,667	30,871
Fund-raising	<u>226</u>	<u>13,198</u>
 <b>TOTAL EXPENSES</b>	 <u>84,782</u>	 <u>104,522</u>
 <b>INCREASE (DECREASE)     IN NET ASSETS</b>	 (20,843)	 (8,933)
 <b>NET ASSETS AT BEGINNING OF YEAR</b>	 <u>41,274</u>	 <u>50,207</u>
 <b>NET ASSETS AT END OF YEAR</b>	 <u>\$ 20,431</u>	 <u>\$ 41,274</u>

**UNO ATHLETIC ASSOCIATION**

STATEMENTS OF CASH FLOWS

Years Ended June 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
CASH FLOWS PROVIDED BY (USED IN) OPERATING ACTIVITIES		
Increase (decrease) in net assets	\$ (20,843)	\$ (8,933)
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities		
Depreciation	10,484	5,702
(Increase) decrease in operating assets		
Certificate of deposit	(465)	(438)
Accounts receivable		
Affiliated organizations	(900)	8,161
Other	3,418	563
Increase (decrease) in operating liabilities		
Accounts payable	6,286	(4,155)
Deferred revenue	<u>(400)</u>	<u>400</u>
 NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	 (2,420)	 1,300
 CASH FLOWS PROVIDED BY (USED IN) INVESTING ACTIVITIES		
Purchase of vehicle	<u>0</u>	<u>(3,500)</u>
 NET CASH USED IN INVESTING ACTIVITIES	 <u>0</u>	 <u>(3,500)</u>
 NET INCREASE (DECREASE) IN CASH	 (2,420)	 (2,200)
 CASH, BEGINNING OF YEAR	 <u>4,917</u>	 <u>7,117</u>
 CASH, END OF YEAR	 <u>\$ 2,497</u>	 <u>\$ 4,917</u>

**UNO ATHLETIC ASSOCIATION**  
**NOTES TO FINANCIAL STATEMENTS**  
*Years Ended June 30, 1999 and 1998*

**NOTE I - SIGNIFICANT ACCOUNTING POLICIES**

The following is a summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements of UNO Athletic Association (the Association). The financial statements and notes are representations of the Association's management, who is responsible for their integrity and objectivity. These accounting policies conform to generally accepted accounting principles.

***Organization***

The Association was organized in Louisiana in 1984 as a nonprofit corporation for the purpose of supporting and promoting the University of New Orleans' Intercollegiate Athletic Department.

***Public Support and Revenues***

Annual contributions and memberships to the Association are generally available for unrestricted use in supporting the activities of the Association unless specifically restricted by the donors. The majority of contributions and memberships are from individuals living in the New Orleans metropolitan area. Memberships are recognized as revenue in the applicable membership period.

Revenues are also generated by the Association through the sponsoring of events promoting the University of New Orleans' Intercollegiate Athletic Department, such as golf tournaments and basketball camps.

***Use of Estimates***

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of public support and revenue, and expenses during the reporting period. Actual results could differ from those estimates.

***Cash and Cash Equivalents***

The Association considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. There were no cash equivalents at June 30, 1999 and 1998.

**UNO ATHLETIC ASSOCIATION**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
*Years Ended June 30, 1999 and 1998*

NOTE I - SIGNIFICANT ACCOUNTING POLICIES (Continued)

***Accounts Receivable***

Uncollectible accounts receivable are recognized as bad debts through the establishment of an allowance account. No allowances were established at June 30, 1999 and 1998, because all accounts receivable were considered to be collectible.

***Property and Equipment***

Acquisitions of property and equipment in excess of \$500 are capitalized. Vehicles are stated at cost, less applicable depreciation. Depreciation is computed using the straight-line or 150 percent declining balance methods over the estimated useful lives of the vehicles, which is 5 years.

***Donated Materials and Services***

The Association records the value of donated goods and services in the financial statements when received when there is an objective basis available to measure their value. No donated materials are reflected as contributions in the accompanying statements for the years ended June 30, 1999 and 1998. The Association has recorded at fair market value donated professional services which are included in the Statements of Activities and Changes in Net Assets as contributions and management and general expenses. The value of contributed services meeting the requirements for recognition in the financial statements for the years ended June 30, 1999 and 1998 was \$3,275 and \$3,500, respectively.

***Income Taxes***

The Association is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes has been made in these financial statements. In addition, the Association has been determined by the Internal Revenue Service to be a private foundation within the meaning of Section 509(a)(3) of the code.

***Fair Value of Financial Instruments***

Fair value estimates, methods and assumptions for the Association's financial instruments of cash and certificate of deposit are that the carrying amounts reported in the statements of financial position are a reasonable estimate of fair value.



**UNO ATHLETIC ASSOCIATION**  
**NOTES TO FINANCIAL STATEMENTS - CONTINUED**  
*Years Ended June 30, 1999 and 1998*

**NOTE 2 - DESIGNATION OF NET ASSETS**

At June 30, 1999 and 1998, \$8,202 and \$7,737, respectively, of unrestricted net assets has been designated by the Association's Board of Directors for athletic scholarships.

**NOTE 3 - OPERATING LEASE**

The Association entered into a vehicle lease for the period December 1995 to November 1997. Lease payments made during the years ended June 30, 1999 and 1998, were \$0 and \$1,295, respectively. The Association did not exercise their option to purchase the vehicle at the end of the lease term.

**NOTE 4 - FUND RAISING ACTIVITIES**

The total revenues and expenses of the Association's fund raising activities were \$11,106 and \$226 for the year ended June 30, 1999; and \$31,147 and \$13,198 for the year ended June 30, 1998, respectively.

**NOTE 5 - ACCOUNTS RECEIVABLE - AFFILIATED ORGANIZATIONS**

Accounts receivable from affiliated organizations represents amounts due from UNO Foundation and UNO Financial Services - agency account for the Association for various programs and fund-raising activities sponsored by these organizations and the Association. The accounts receivable balances at June 30, 1999 and 1998, respectively, were \$15,675 and \$14,775.

**NOTE 6 - FUNCTIONAL ALLOCATION OF EXPENSES**

The costs of providing the various programs and fund-raising activities have been summarized on a functional basis in the Statements of Activities and Changes in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefitted.

***SUPPLEMENTAL INFORMATION***

**UNO ATHLETIC ASSOCIATION**  
**PROGRAM SERVICES, FUND-RAISING**  
**AND MANAGEMENT AND GENERAL EXPENSES**  
*Years Ended June 30, 1999 and 1998*

	<u>1999</u>	<u>1998</u>
<b>PROGRAM SERVICES AND FUND-RAISING</b>		
Advertising	\$ 0	\$ 801
Auto expense	1,685	1,295
Casual labor	8,147	8,180
Depreciation	10,484	5,702
Entertainment	4,876	2,220
Gifts	1,749	3,527
Golf tournament	0	12,450
Insurance	185	0
Memberships	4,149	2,178
Miscellaneous	7,015	1,817
Postage	1,105	2,838
Printing	907	1,434
Salaries	0	8,030
Scholarships	990	5,272
Student wages	0	1,202
Supplies	5,358	8,365
Telephone	1,248	437
Travel	<u>15,217</u>	<u>7,903</u>
<b>TOTAL PROGRAM SERVICES AND FUND-RAISING</b>	<b><u>\$ 63,115</u></b>	<b><u>\$ 73,651</u></b>
<b>MANAGEMENT AND GENERAL</b>		
Audit fees	\$ 3,884	\$ 3,700
Awards	0	827
Club food	1,022	6,809
Donated services	3,275	3,500
Insurance	147	147
Miscellaneous	2,752	673
Postage	843	617
Printing	2,196	3,359
Professional services	6,851	11,239
Supplies	<u>697</u>	<u>0</u>
<b>TOTAL MANAGEMENT AND GENERAL</b>	<b><u>\$ 21,667</u></b>	<b><u>\$ 30,871</u></b>