

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS, CONTINUED**

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NOTE 10 - Contributed Capital:

Contributed capital represents those funds received by the Association under its Community Development Block Grant (CDBG) renovation programs from the City of New Orleans to improve certain properties owned by the Association and the Foundation as well as donations of property from private donors.

NOTE 11 - Operations:

The overall funding level and decrease in self-generating revenue coupled with an increase in operating expenses resulted in operating losses incurred by the Association in the previous two (2) years. In the current year the Association has incurred an increase in net assets in the amount of \$276,538. Management has developed and implemented an action plan resulting in a reversal of the trend of operating losses in the current year. It is the intent of management to continue this trend.

NOTE 12 - Contingencies:

At December 31, 1995 amounts owed to State authorities, inclusive of interest and penalties approximated \$55,720. Included in interest expense is tax related penalties and interest of \$6,863 and \$29,788 for the years ended December 31, 1995 and 1994, respectively.

NOTE 13 - Salaries, Taxes and Other Payable:

At December 31, 1995 salaries, taxes and other payable consisted of the following:

Salaries payable	\$ 7,118
Taxes payable	48,857
Other withholdings payable	<u>24,800</u>
Total	<u>\$ 80,775</u>

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS, CONTINUED**

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NOTE 14 - Deferred Revenue:

Deferred revenue represent contracts (tuition based program) for which revenue will be recognized in subsequent year as the services are rendered.

NOTE 15 - Leases:

The Association sub-leases a certain store building under an operating lease expiring October 31, 1999.

Minimum future rental payments under this sub-lease having remaining terms in excess of one year as of December 31, 1995 and for subsequent years is as follows:

Year Ended December 31,

1996	\$ 48,000
1997	48,000
1998	48,000
1999	<u>40,000</u>
	<u>\$184,000</u>

Rental expense for the year ended December 31, 1995 under these leases was \$50,272.

**SUPPLEMENTARY INFORMATION**

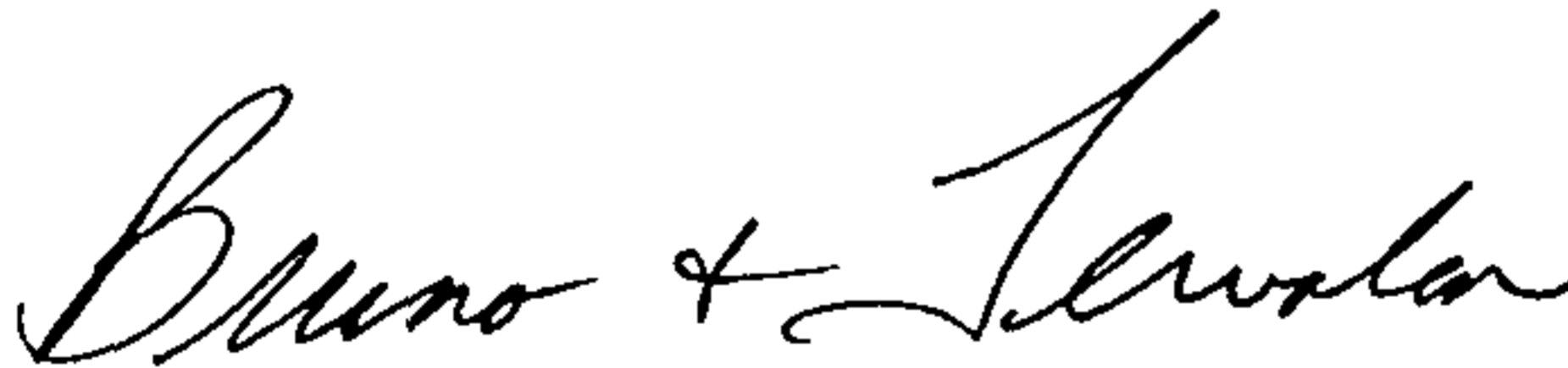
INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

To the Board of Directors  
Dryades Young Men's Christian Association

Our report on the audit of the financial statements of Dryades Young Men's Christian Association as of and for the year ended December 31, 1995 appears on page 1. We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States and the provisions of OMB Circular A-133 "Audits of Institutions of Higher Education and Other Nonprofit Institutions" for the purpose of forming an opinion on the financial statements taken as a whole. The Supplementary Information listed in the Table of Contents is presented for the purpose of additional analysis and is not a required part of the financial statements.

Except as discussed in the following paragraph the Supplementary Information referred to above has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

The information in the Schedule of Beneficiary Statistics, which is of a non-accounting nature, has not been subjected to the auditing procedures applied in the audit of the financial statements and we express no opinion on it.



BRUNO & TERVALON  
CERTIFIED PUBLIC ACCOUNTANTS

March 8, 1996

DECADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
 COMBINED SCHEDULE OF FINANCIAL POSITION  
 DECEMBER 31, 1995  
 WITH COMPARATIVE TOTALS FOR 1994

CITY OF NEW ORLEANS

	DIVISION OF HOUSING AND NEIGHBORHOOD DEVELOPMENT											TOTALS	
	GENERAL FUND	BUILDING RENTAL FUND	YCA BINGO	COMMUNITY DEVELOPMENT BLOCK GRANT-YCA RENOVATION	COMMUNITY DEVELOPMENT BLOCK GRANT-PHILIP ST. RENOVATION	DRUG ABUSE AND ABATEMENT	YOUTH INTERVENTION	SCHOOL OF COMMERCE	FOOD SERVICE	RESTRICTED FUND	1995	1994	
Cash	\$ 45,405	\$ -0-	\$ 7,177	\$ -0-	\$ 419	\$ 4,677	\$ 2,914	\$ 903	\$ 4,452	\$ -0-	\$ 65,947	\$ 19,602	
Grants receivable	107,685	-0-	-0-	18,088	-0-	23,996	14,060	20,554	10,268	-0-	194,651	43,078	
United Way Services funding for next year	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	101,490	101,490	103,197	
Due from other programs	49,224	-0-	2,227	-0-	35,083	-0-	36	89,265	29,505	-0-	205,340	786,557	
Prepaid and other assets	33,689	-0-	80	-0-	-0-	-0-	-0-	-0-	41	-0-	33,810	32,236	
Land	62,104	8,600	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	70,704	70,704	
Property and equipment, net of accumulated depreciation	330,013	21,787	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	351,800	359,947	
Investments	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	12,746	12,746	14,040	
Total assets	\$628,120	\$30,387	\$9,484	\$18,088	\$35,502	\$28,673	\$17,010	\$110,722	\$44,266	\$114,236	\$1,036,488	\$1,429,361	

See Independent Auditors' Report on Supplementary Information.

DELADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
COMBINED SCHEDULE OF FINANCIAL POSITION, CONTINUED  
DECEMBER 31, 1995  
WITH COMPARATIVE TOTALS FOR 1994

(CONTINUED)

-----CITY OF NEW ORLEANS-----

	-----STATE OF LOUISIANA-----										TOTALS	
	ORLEANS PRIVATE INDUSTRY COUNCIL	OFFICE OF FAMILY SUPPORT			DEPARTMENT OF EDUCATION			RESTRICTED FUND	(MEMORANDUM ONLY)		1995	1994
	GENERAL FUND	BUILDING RENTAL FUND	YMCA BINGO	COMMUNITY DEVELOPMENT BLOCK GRANT- YMCA RENOVATION	COMMUNITY DEVELOPMENT BLOCK GRANT-PHILIP ST. RENOVATION	DRUG ABUSE AND ADOLESCENT INTERVENTION	YOUTH INTERVENTION	SCHOOL OF COMMERCE	FOOD SERVICE	RESTRICTED FUND		
<u>LIABILITIES AND NET ASSETS</u>												
<u>Liabilities</u>												
Bank overdraft	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 10,697
Accounts payable and other liabilities	258,753	-0-	-0-	18,088	31,313	1,963	-0-	16,024	-0-	-0-	326,141	344,494
Salaries, taxes and other payable	80,775	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	80,775	130,878
Due to other programs	141,934	-0-	2,100	-0-	4,500	26,710	16,974	13,122	-0-	-0-	205,340	786,557
Deferred revenue	-0-	-0-	-0-	-0-	-0-	-0-	-0-	74,846	-0-	-0-	74,846	83,907
Note payable	16,337	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	16,337	16,317
Total liabilities	497,799	-0-	2,100	18,088	35,813	28,673	16,974	103,992	-0-	-0-	703,439	1,372,850
Net assets	130,321	30,387	7,384	-0-	(311)	-0-	36	6,730	44,266	114,236	333,949	56,511
Total liabilities and net assets	\$628,120	\$30,387	\$9,484	\$18,088	\$35,502	\$28,673	\$17,010	\$110,722	\$44,266	\$114,236	\$1,036,488	\$1,429,361

See Independent Auditors' Report on Supplementary Information.

DRADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
 COMBINED SCHEDULE OF ACTIVITIES AND CHANGES IN NET ASSETS  
 FOR THE YEAR ENDED DECEMBER 31, 1995  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 1994

		-----CITY OF NEW ORLEANS-----																	
		ORLEANS PRIVATE INDUSTRY COUNCIL -----STATE OF LOUISIANA----- DEPARTMENT OF EDUCATION																	
		DIVISION OF HOUSING AND NEIGHBORHOOD DEVELOPMENT																	
		COMMUNITY																	
		DEVELOPMENT																	
		BLOCK GRANT-																	
		YMCA RENOVATION																	
		COMMUNITY																	
		DEVELOPMENT BLOCK																	
		GRANT-PHILIP ST.																	
		RENOVATION																	
		DRUG ABUSE																	
		AND																	
		YOUTH																	
		INTERVENTION																	
		SCHOOL OF																	
		COMMERCE																	
		FOOD																	
		SERVICE																	
		OFFICE OF																	
		FAMILY SUPPORT																	
		RESTRICTED																	
		FUND																	
		TOTALS																	
		(MEMORANDUM ONLY)																	
		1995																	
		1994																	
	GENERAL FUND	\$ 67,913	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 33,579	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 101,492	\$ 97,618
	BUILDING RENTAL FUND	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	101,490	103,197
	YMCA BINGO	200,000	-0-	-0-	18,088	-0-	95,104	-0-	-0-	47,014	-0-	224,376	-0-	-0-	-0-	-0-	584,582	331,803	
	YOUTH INTERVENTION	61,299	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	170,916	-0-	-0-	-0-	-0-	36,830	269,045	357,058	
	DRUG ABUSE ABATEMENT	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	76,082	
	IN-KIND	15,000	-0-	-0-	-0-	82,788	-0-	-0-	20,462	-0-	-0-	-0-	-0-	-0-	-0-	-0-	118,250	50,169	
	Total support	344,212	-0-	-0-	18,088	211,471	67,476	393,292	36,830	101,490	1,174,859	1,015,927	-0-	-0-	-0-	-0-	-0-	-0-	
	Expiration of time restriction-	103,197	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
	United Way	103,197	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-

See Independent Auditors' Report on Supplementary Information.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
 COMBINED SCHEDULE OF ACTIVITIES AND CHANGES IN NET ASSETS, CONTINUED  
 FOR THE YEAR ENDED DECEMBER 31, 1995  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 1994

		-----CITY OF NEW ORLEANS-----															
		ORLEANS PRIVATE INDUSTRY COUNCIL -----STATE OF LOUISIANA----- DEPARTMENT OF EDUCATION															
		DIVISION OF HOUSING AND NEIGHBORHOOD DEVELOPMENT															
		COMMUNITY DEVELOPMENT		COMMUNITY DEVELOPMENT BLOCK GRANT-PHILIP ST. RENOVATION		DRUG ABUSE AND ABATEMENT		YOUTH INTERVENTION		SCHOOL OF COMMERCE		FOOD SERVICE		RESTRICTED FUND		TOTALS	
		GENERAL FUND	BUILDING RENTAL FUND	YMCA BINGO	DEVELOPMENT BLOCK GRANT-PHILIP ST. RENOVATION	DRUG ABUSE AND ABATEMENT	YOUTH INTERVENTION	SCHOOL OF COMMERCE	FOOD SERVICE	RESTRICTED FUND	1995	1994					
Revenue:		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Membership dues		-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Program income and fees		23,618	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Bingo revenue		-0-	-0-	544,389	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Self support revenue		71,284	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Interest income		-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Rental income		44,249	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Contributions and donations		163,313	-0-	2,225	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Other		94,437	-0-	243	-0-	-0-	-0-	15	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total revenue		396,901	-0-	546,857	-0-	-0-	-0-	15	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total support and revenue		844,310	-0-	546,857	18,088	211,471	67,476	395,322	36,830	(1,648)	2,118,721	2,184,071	943,862	1,168,144	9,810	90,052	868,829

See Independent Auditors' Report on Supplementary Information.



ORLADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
 COMBINED SCHEDULE OF ACTIVITIES AND CHANGES IN NET ASSETS, CONTINUED  
 FOR THE YEAR ENDED DECEMBER 31, 1995  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 1994

(CONTINUED)

-----CITY OF NEW ORLEANS-----

	GENERAL FUND	BUILDING RENTAL FUND	YMCA BINGO	COMMUNITY DEVELOPMENT BLOCK GRANT-YMCA RENOVATION	COMMUNITY DEVELOPMENT BLOCK GRANT-PHILIP ST. RENOVATION	DRUG ABUSE AND ABATEMENT	YOUTH INTERVENTION	SCHOOL OF COMMERCE	FOOD SERVICE	RESTRICTED FUND	TOTALS
											(MEMORANDUM ONLY)
											1995
											1994
Expenses:											
Program services	\$ 286,474	\$ 1,720	\$ 562,544	\$ 18,088	\$ 326	\$ 197,649	\$ 67,492	\$ 329,885	\$ 23,677	\$ -0-	\$ 1,487,855
Management and general	372,416	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	372,416
Total expenses	658,890	1,720	562,544	18,088	326	197,649	67,492	329,885	23,677	-0-	2,375,445
Increase (decrease) in net assets before capital additions	185,420	(1,720)	(15,687)	-0-	(311)	13,822	(16)	65,437	13,153	(1,648)	258,450
Capital Additions:											
Contributed capital	18,088	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	18,088
Total capital additions	18,088	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	18,088

See Independent Auditors' Report on Supplementary Information.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
 COMBINED SCHEDULE OF ACTIVITIES AND CHANGES IN NET ASSETS, CONTINUED  
 FOR THE YEAR ENDED DECEMBER 31, 1995  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 1994

(CONTINUED)

-----CITY OF NEW ORLEANS-----

	ORLEANS											
	PRIVATE											
	INDUSTRY											
	COUNCIL											
	-----STATE OF LOUISIANA-----											
	DEPARTMENT											
	OF											
	EDUCATION											
	OFFICE OF											
	FAMILY SUPPORT											
	SCHOOL OF											
	COMMERCE											
	FOOD											
	SERVICE											
	RESTRICTED											
	FUND											
	TOTALS											
	(MEMORANDUM ONLY)											
		1995	1994									
Increase (decrease) in net assets after capital additions	\$ 203,508	\$ (1,720)	\$ (15,687)	\$ -0-	\$ (311)	\$ 13,822	\$ (16)	\$ 65,437	\$ 13,153	\$ (1,648)	\$ 276,538	\$ (191,374)
Operating transfer in (out)	2,195	39,921	23,071	-0-	-0-	(30,162)	52	(33,724)	-0-	(1,353)	-0-	-0-
Net assets, beginning of year, as restated	(75,382)	(7,814)	-0-	-0-	-0-	16,340	-0-	(24,983)	31,113	117,237	56,511	247,885
Net assets, end of year, as restated	\$ 130,321	\$ 30,387	\$ 7,384	\$ -0-	\$ (311)	\$ -0-	\$ 36	\$ 6,730	\$ 44,266	\$ 114,236	\$ 333,049	\$ 56,511

See Independent Auditors' Report on Supplementary Information.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
 COMBINED SCHEDULE OF FUNCTIONAL EXPENSES  
 FOR THE YEAR ENDED DECEMBER 31, 1995  
 NOTE COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 1994

PROGRAM SERVICES  
 CITY OF NEW ORLEANS

	DIVISION OF HOUSING AND NEIGHBORHOOD DEVELOPMENT										STATE OF LOUISIANA		TOTALS		
	YOUTH DEVELOPMENT AND OUTREACH/PONTCHARTRAIN PARK	INFANT DAY CARE	BUILDING RENTAL FUND	YMCA BINGO	COMMUNITY DEVELOPMENT BLOCK GRANT	COMMUNITY DEVELOPMENT BLOCK GRANT PHILIP ST. RENOVATION	DRUG ABUSE AND ABATEMENT	YOUTH INTERVENTION	SCHOOL OF COMMERCE	FOOD SERVICE	RESTRICTED FUND	1994	1995	1994	1995
Salaries and wages	\$ 23,119	\$ 56,939	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 78,309	\$ 38,378	\$ 97,329	\$ 10,400	\$ -0-	\$ 304,474	\$ 367,796		
Employee benefits and payroll taxes	3,038	7,205	-0-	-0-	-0-	-0-	12,044	4,773	16,435	1,429	-0-	44,924	55,436		
Professional fees and contract service	79,952	1,247	-0-	17,945	-0-	-0-	5,402	-0-	127,340	-0-	-0-	231,886	228,016		
Supplies	5,924	2,037	-0-	19,644	-0-	-0-	15,409	2,799	39,062	722	-0-	85,597	69,166		
Telephone	2,240	1,852	-0-	-0-	-0-	-0-	221	113	3,018	-0-	-0-	7,444	11,654		
Postage and shipping	191	191	-0-	100	-0-	-0-	-0-	-0-	340	-0-	-0-	822	1,584		
Occupancy	58,148	21,657	-0-	-0-	-0-	-0-	-0-	-0-	14,807	-0-	-0-	94,612	169,325		
Printing	2,703	663	-0-	190	-0-	-0-	-0-	-0-	-0-	-0-	-0-	3,556	2,160		
Equipment rental	2,238	1,476	-0-	-0-	-0-	-0-	-0-	-0-	24,426	-0-	-0-	28,140	31,704		
Repairs and maintenance	451	551	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	1,002	2,045		
Dues and subscriptions	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	100		
Conferences and conventions	185	100	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	285	1,146		
Transportation and travel	5,706	4,164	-0-	-0-	-0-	-0-	1,588	-0-	8	-0-	-0-	11,466	26,410		
Dues to National YMCA	2,231	2,125	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	4,356	4,118		
Page total	186,126	100,207	-0-	37,879	-0-	-0-	112,973	46,063	322,765	12,551	-0-	818,564	972,660		

See Independent Auditors' Report on Supplementary Information.

DRAVES YOUNG MEN'S CRISTIAN ASSOCIATION  
 COMBINED SCHEDULE OF FUNCTIONAL EXPENSES, CONTINUED  
 FOR THE YEAR ENDED DECEMBER 31, 1995  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 1994

(CONTINUED)

PROGRAM SERVICES  
 CITY OF NEW ORLEANS

	ORLEANS PRIVATE INDUSTRY COUNCIL	STATE OF LOUISIANA												TOTALS (MEMORANDUM ONLY)		
		DIVISION OF HOUSING AND NEIGHBORHOOD DEVELOPMENT												RESTRICTED FUND	1995	1994
		COMMUNITY DEVELOPMENT						DEPARTMENT OF FAMILY SUPPORT EDUCATION								
		YOUTH DEVELOPMENT AND OUTREACH/ PONTCHARTRAIN PARK	INFANT DAY CARE	BUILDING RENTAL FUND	YMCA BINGO	YMCA RENOVATION	PHILIP ST. RENOVATION	DRUG ABUSE AND ABATEMENT	YOUTH INTERVENTION	SCHOOL OF COMMERCE	FOOD SERVICE					
Other expenses	\$ 18	\$ 123	\$ -0-	\$ -0-	\$ 63	\$ -0-	\$ 326	\$ 1,888	\$ 967	\$ 7,120	\$ 76	\$ -0-	\$ -0-	\$ 10,581	\$ 16,461	
Food cost	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	11,050	-0-	-0-	11,050	20,856	
Advertisment	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	1,400	
Support-in-kind	-0-	-0-	-0-	-0-	-0-	-0-	-0-	82,788	20,462	-0-	-0-	-0-	-0-	103,250	33,669	
Bingo prizes	-0-	-0-	-0-	-0-	523,810	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	523,810	863,593	
Renovation cost	-0-	-0-	-0-	-0-	-0-	18,088	-0-	-0-	-0-	-0-	-0-	-0-	-0-	18,088	100,746	
Total expenses before depreciation	186,144	100,330	-0-	-0-	561,752	18,088	326	197,649	67,492	329,885	23,677	-0-	-0-	1,485,343	2,009,385	
Depreciation	-0-	-0-	1,720	792	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	2,512	2,464	
Total	\$186,144	\$100,330	\$1,720	\$562,544	\$ 326	\$18,088	\$197,649	\$67,492	\$329,885	\$23,677	\$ -0-	\$ -0-	\$ -0-	\$1,487,855	\$2,011,849	

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**COMBINED SCHEDULE OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 1995**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 1994**

(CONTINUED)

MANAGEMENT AND GENERAL

	<u>Totals</u>	
	<u>1995</u>	<u>1994</u>
Salaries and wages	\$ 35,762	\$ 47,808
Employee benefits and payroll taxes	28,395	14,951
Professional fees and contract service	45,827	2,161
Supplies	6,974	7,310
Telephone	1,895	3,086
Postage and shipping	1,076	690
Occupancy	96,566	68,550
Printing	1,581	2,815
Equipment rental	8,649	15,787
Repairs and maintenance	716	342
Dues and subscriptions	35	35
Conferences and conventions	5,538	2,653
Transportation and travel	2,280	537
Dues to National YMCA	6,269	5,925
Penalties and interest expense	13,059	32,000
Other expenses	25,623	35,867
Self support expense	50,936	59,204
In-kind expense	<u>15,000</u>	<u>16,500</u>
Total expenses before depreciation	<u>346,181</u>	<u>316,221</u>
Depreciation	<u>26,235</u>	<u>47,375</u>
Total	<u>\$372,416</u>	<u>\$363,596</u>

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**

**SCHEDULE OF BENEFICIARY STATISTICS  
FOR THE YEAR ENDED December 31, 1995**

---

<u>Program Service</u>	<u>Number of Persons Served</u>
Youth Program/Development and Outreach/Pontchartrain Park	4,450 (1)
Infant Day Care/Food Service	142 (2)
Substance Abuse	500 (3)
School of Commerce	231 (4)
Special Events	27,200 (5)

(1) Youth Development and Outreach/Pontchartrain Park

The number of persons served for Youth Development and Outreach is the number of participants in attendance for activities such as baseball, basketball, Career Awareness Workshop, Youth Leadership Training Session, Summer Camp, etc.

(2) Infant Day Care/Food Service

The number of persons served is the number of participants in attendance at events which include activities such as breakfast, lunch, snacks and daily instructional activities (such as reading, mathematics and languages).

(3) Substance Abuse (Drug Abatement)

The number of persons served is the number of participants in attendance for services provided which include; daily classroom instruction, counseling services, restitution participation, employment assistance, workshops, etc.

(4) School of Commerce

The number of persons served is the number of participants in attendance for the services provided which include office procedure, typing, job placement, word processing and counseling.

(5) Special Events

The number of persons served is the number of participants in attendance at any particular event(s) held by the Association during the year, such as, the annual meeting, Black Achievers Program, bingo, etc.

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**

SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE AWARDS  
FOR THE YEAR ENDED December 31, 1995

<u>GRANTOR/PROGRAM</u>	<u>FEDERAL CFDA NUMBER</u>	<u>CONTRACT NUMBER</u>	<u>CONTRACT PERIOD</u>	<u>GRANT AMOUNT</u>	<u>GRANT REVENUE</u>	<u>GRANT EXPENDITURES</u>
<u>CITY OF NEW ORLEANS</u>						
City of New Orleans/ Community Development Block Grant (Philip St.)	14.218	CD#05-048	11/01/90 12/31/96	\$ 501,800	\$ -0-	\$ -0-
City of New Orleans/ Community Development Block Grant Phase II	14.218	CD#50-085 (90)	03/11/91 12/31/96	380,000	-0-	-0-
*City of New Orleans/ Drug Abatement	14.218	CD#50-069F (87)	01/01/95 12/31/95	118,225	95,104	95,104
City of New Orleans/ Community Development Block Grant Phase III	14.218	CD#50-075F (89)	04/01/89 05/31/97	500,000	18,088	18,088
*City of New Orleans/ Youth Intervention II	14.243	CD#50-081	04/01/95 12/31/95	54,577	47,014	47,014
*City of New Orleans/ Municipal Participation Grant	N/A	N/A	01/01/95 12/31/95	200,000	200,000	200,000
*City of New Orleans/OPIC School of Commerce Nursing Assistant II	17.250	94-2A-001 94-2A-001 95-2A-002 95-2A-002	08/11/94 06/30/96	155,000	149,737	106,439
*City of New Orleans/OPIC School of Commerce Out-of-School	17.250	94-2C-017 95-2C-012	11/01/94 06/14/96	<u>137,854</u>	<u>74,639</u>	<u>74,639</u>
Total City of New Orleans				<u>2,047,456</u>	<u>584,582</u>	<u>541,284</u>

\*Major Program

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**

SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE AWARDS  
FOR THE YEAR ENDED December 31, 1995

(CONTINUED)

<u>GRANTOR/PROGRAM</u>	<u>FEDERAL CFDA NUMBER</u>	<u>CONTRACT NUMBER</u>	<u>CONTRACT PERIOD</u>	<u>GRANT AMOUNT</u>	<u>GRANT REVENUE</u>	<u>GRANT EXPENDITURES</u>
<b><u>STATE OF LOUISIANA</u></b>						
Child Care (Summer Camp Program) (Project Independence) Department of Social Services	10.559	010002557	01/01/95 12/31/95	\$ 20,571	\$ 20,571	\$ 20,571
*State of Louisiana/ (School of Commerce Project Independence) Office of Family Support	93.561	355-4168B	03/01/94 06/30/96	324,714	170,916	151,489
Food Service Program Department of Education	10.558	N/A	10/01/94 09/30/97	64,457	36,830	23,677
Child Care Program (Project Independence) Department of Social Service	10.558	010002557	01/01/95 12/31/95	<u>40,470</u>	<u>40,728</u>	<u>40,728</u>
Total State of Louisiana				<u>450,212</u>	<u>269,045</u>	<u>236,465</u>
TOTAL ALL GRANTS				<u>\$2,497,668</u>	<u>\$853,627</u>	<u>\$777,749</u>

\*Major Program

See Independent Auditors' Report on Supplementary Information.



# DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION

## SCHEDULE OF REVENUE AND EXPENSES BY PROGRAM FOR THE YEAR ENDED December 31, 1995

	YOUTH INTERVENTION PROGRAM/ DEVELOPMENT & OUTREACH PONTCHARTRAIN PARK	INFANT DAY CARE/ FOOD SERVICE	DYNASTY PLACE/DRUG ABUSE & ABATEMENT	SCHOOL OF COMMERCE	TOTAL (MEMORANDUM ONLY)
<u>PROGRAM SUPPORT</u>					
In-kind support	\$ 20,462	\$ -0-	\$ 82,788	\$ -0-	\$ 103,250
Fees and grants- government	<u>267,585</u>	<u>77,558</u>	<u>95,104</u>	<u>395,292</u>	<u>835,539</u>
Total direct program support	288,047	77,558	177,892	395,292	938,789
Support service revenue	<u>178,364</u>	<u>42,807</u>	<u>42,807</u>	<u>92,750</u>	<u>356,728</u>
Total program support	<u>466,411</u>	<u>120,365</u>	<u>220,699</u>	<u>488,042</u>	<u>1,295,517</u>
<u>SELF GENERATING SUPPORT</u>					
Contributions and donations	15,000	-0-	-0-	-0-	15,000
Program income and fees	3,677	21,496	-0-	-0-	25,173
Other	-0-	-0-	-0-	30	30
Bingo revenue, net of prizes of \$523,810	<u>11,525</u>	<u>2,766</u>	<u>2,766</u>	<u>5,990</u>	<u>23,047</u>
Total self generating support	<u>30,202</u>	<u>24,262</u>	<u>2,766</u>	<u>6,020</u>	<u>63,250</u>
United Way Grant	<u>133,518</u>	<u>37,592</u>	<u>33,579</u>	<u>-0-</u>	<u>204,689</u>
Total revenues	<u>630,131</u>	<u>182,219</u>	<u>257,044</u>	<u>494,062</u>	<u>1,563,456</u>

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**

SCHEDULE OF REVENUE AND EXPENSES BY PROGRAM

FOR THE YEAR ENDED December 31, 1995

(CONTINUED)

	YOUTH INTERVENTION PROGRAM/ DEVELOPMENT & OUTREACH PONTCHARTRAIN PARK	INFANT DAY CARE/ FOOD SERVICE	DYNASTY PLACE/DRUG ABUSE & ABATEMENT	SCHOOL OF COMMERCE	TOTAL (MEMORANDUM ONLY)
<u>OPERATING EXPENSES</u>					
Salaries and wages	\$ 61,497	\$ 67,339	\$ 78,309	\$ 97,329	\$ 304,474
Employee benefits and payroll taxes	<u>7,811</u>	<u>8,634</u>	<u>12,044</u>	<u>16,435</u>	<u>44,924</u>
Total compensation expenses	69,308	75,973	90,353	113,764	349,398
Professional fees	79,952	1,247	5,402	127,340	213,941
Supplies	8,723	2,759	15,409	39,062	65,953
Telephone	2,353	1,852	221	3,018	7,444
Postage and shipping	191	191	-0-	340	722
Occupancy	58,148	21,657	-0-	14,807	94,612
Equipment rental	2,238	1,476	-0-	24,426	28,140
Repairs and maintenance	451	551	-0-	-0-	1,002
Printing	2,703	663	-0-	-0-	3,366
Transportation and travel	5,706	4,164	1,588	8	11,466
Conferences and conventions	185	100	-0-	-0-	285
Other expense	985	199	1,888	7,120	10,192
National dues	2,231	2,125	-0-	-0-	4,356
Support in-kind	20,462	-0-	82,788	-0-	103,250
Food cost	<u>-0-</u>	<u>11,050</u>	<u>-0-</u>	<u>-0-</u>	<u>11,050</u>
Direct program expenses	253,636	124,007	197,649	329,885	905,177
Support service expenses	165,591	39,742	39,742	86,106	331,181
Bingo expenses	<u>18,971</u>	<u>4,553</u>	<u>4,553</u>	<u>9,865</u>	<u>37,942</u>
Total expenses	<u>438,198</u>	<u>168,302</u>	<u>241,944</u>	<u>425,856</u>	<u>1,274,300</u>
Difference	<u>\$191,933</u>	<u>\$ 13,917</u>	<u>\$ 15,100</u>	<u>\$ 68,206</u>	<u>\$ 289,156</u>
Number of persons served	<u>4,450</u>	<u>142</u>	<u>500</u>	<u>231</u>	<u>5,323</u>
Unit cost per person	<u>\$ 98.47</u>	<u>\$1,185.22</u>	<u>\$ 483.88</u>	<u>\$1,843.53</u>	<u>\$ 239.40</u>
Depreciation	<u>\$ 13,514</u>	<u>\$ 3,243</u>	<u>\$ 3,243</u>	<u>\$ 7,027</u>	<u>\$ 27,027</u>

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SCHOOL OF COMMERCE**  
**COMBINING SCHEDULE OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED DECEMBER 31, 1995**  
 With Comparative Totals for the Year Ended December 31, 1994

	-----STATE OF LOUISIANA-----				-----CITY OF NEW ORLEANS-----			TOTALS (MEMORANDUM ONLY)
	SCHOOL OF COMMERCE IIA	SCHOOL OF COMMERCE IIB	SCHOOL OF COMMERCE	SCHOOL OF COMMERCE REMEDIAL	SCHOOL OF NURSING	SCHOOL OF NURSING II	OUT OF SCHOOL	
<b>SUPPORT</b>								
City of New Orleans	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 149,737	\$ 74,639	\$ 224,376
Grants-State of Louisiana	-0-	-0-	34,855	-0-	-0-	-0-	-0-	170,916
Other	-0-	182	-0-	30	-0-	-0-	-0-	212
<b>Total support</b>	-0-	182	34,855	30	-0-	149,737	74,639	395,504
<b>EXPENSES</b>								
Salaries and wages	-0-	-0-	19,989	-0-	-0-	17,586	45,123	97,329
Employee benefits and payroll taxes	-0-	-0-	3,523	-0-	-0-	3,518	6,647	16,435
Professional fees and contract service	-0-	-0-	22,875	-0-	-0-	63,225	2,475	127,340
Supplies	-0-	-0-	483	-0-	-0-	20,079	2,124	39,244
Telephone	-0-	-0-	666	-0-	-0-	960	295	3,018
Postage and shipping	-0-	-0-	-0-	-0-	-0-	100	140	340
Occupancy	-0-	-0-	2,827	-0-	-0-	-0-	7,073	14,807
Equipment rental	-0-	-0-	20,160	-0-	-0-	494	3,000	24,426
Transportation and travel	-0-	-0-	-0-	-0-	-0-	-0-	8	8
Other expenses	-0-	148	483	-0-	-0-	477	5,105	7,120
<b>Total expense</b>	-0-	148	71,006	-0-	-0-	106,439	71,990	330,067
<b>Change in net assets</b>	-0-	34	(36,151)	30	-0-	43,298	2,649	65,437
<b>Operating transfers in (out)</b>	14,241	(50,095)	156,995	(805)	(38,274)	(35,009)	(2,649)	(33,724)
<b>Net assets, beginning of year</b>	(14,241)	50,061	(114,116)	777	38,274	(8,289)	-0-	(24,983)
<b>Net assets, end of year</b>	\$ -0-	\$ -0-	\$ 6,728	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 6,730
				2				\$(24,983)

See Independent Auditors' Report on Supplementary Information.

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE  
BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors  
Dryades Young Men's Christian Association

We have audited the financial statements of Dryades Young Men's Christian Association (the Association) as of and for the year ended December 31, 1995, and have issued our report thereon dated March 8, 1996.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States and the provisions of OMB Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Institutions". Those standards and provisions of OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

The management of the Association is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgements by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors, or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE  
BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**  
**(CONTINUED)**

In planning and performing our audit of the financial statements of the Association for the year ended December 31, 1995, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the Association's ability to record, process, summarize, and report financial data in a manner that is consistent with the assertions of management in the financial statements (see Schedule of Reportable Conditions).

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material as defined above. However, we believe none of the reportable conditions described in the Schedule of Reportable Conditions is a material weakness.

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE  
BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS  
(CONTINUED)

This report is intended for the information of the Board of Directors, management, the United Way and regulatory agencies. This restriction is not intended to limit the distribution of this report.



BRUNO & TERVALON  
CERTIFIED PUBLIC ACCOUNTANTS

March 8, 1996

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE  
IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Board of Directors  
Dryades Young Men's Christian Association

We have audited the financial statements of Dryades Young Men's Christian Association (the Association) as of and for the year ended December 31, 1995, and have issued our report thereon dated March 8, 1996.

We have also audited the Association's compliance with requirements applicable to major federal financial assistance programs and have issued our report thereon dated March 8, 1996.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and OMB Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Institutions". Those standards and the provisions of OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement and about whether the Association complied with laws and regulations, noncompliance with which would be material to the major federal financial assistance programs.

In planning and performing our audit for the year ended December 31, 1995, we considered the Association's internal control structure in order to determine our auditing procedures for the purpose of expressing our opinions on the Association's financial statements and on its compliance with requirements applicable to major federal financial assistance programs and to report on the internal control structure in accordance with OMB Circular A-133. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal award programs. We have addressed policies and procedures relevant to our audit of the financial statements in a separate report dated March 8, 1996.

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE  
IN ACCORDANCE WITH OMB CIRCULAR A-133  
(CONTINUED)

The management of the Association is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles and that the federal financial assistance award programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures in the following categories:

Internal Control Structure Categories

- |                                   |                                       |
|-----------------------------------|---------------------------------------|
| o Revenues                        | o Payroll                             |
| o Cash Receipts                   | o Property and Equipment              |
| o Eligibility                     | o Civil Rights                        |
| o Accounts Payable                | o Political Activities                |
| o Cash Management                 | o Cost Allocation                     |
| o Cash Disbursements              | o Special Requirements, as applicable |
| o Drug-Free Workplace Act         | o Federal Financial Reporting         |
| o Allowable Costs/Cost Principles | o Administrative Requirements         |
- o Davis-Bacon Act



INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE  
IN ACCORDANCE WITH OMB CIRCULAR A-133  
(CONTINUED)

For all of the internal control structure categories previously listed, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk.

During the year ended December 31, 1995, the Association expended 87% of its total federal awards under major programs. (See Schedule of Federal Financial Assistance Awards).

We performed tests of controls as required by OMB Circular A-133, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to each of the Association's major federal award programs, which are identified in the accompanying Schedule of Federal Financial Assistance Awards. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

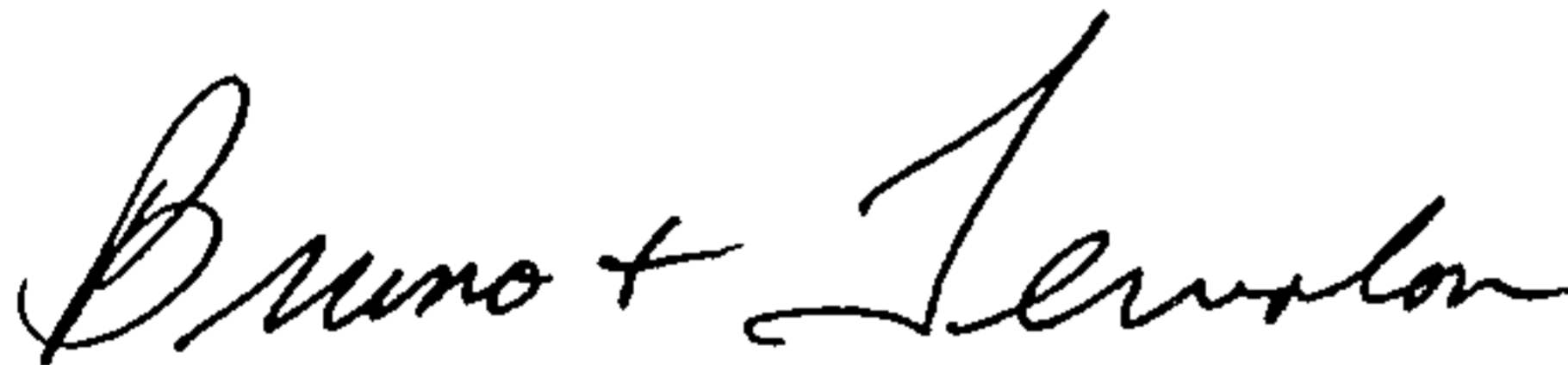
We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgement, could adversely affect the Association's ability to administer federal financial assistance award programs in accordance with applicable laws and regulations. (See Schedule of Reportable Conditions).

A material weakness is a reportable condition in which the design or operation of one or more internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance award program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE  
IN ACCORDANCE WITH OMB CIRCULAR A-133  
(CONTINUED)

Our consideration of the internal control structure policies and procedures used in administering federal financial assistance awards would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe none of the reportable conditions described in the Schedule of Reportable Conditions are material weaknesses.

This report is intended for the information of the Board of Directors, management, the United Way and regulatory agencies. This restriction is not intended to limit the distribution of this report.



BRUNO & TERVALON  
CERTIFIED PUBLIC ACCOUNTANTS

March 8, 1996

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SCHEDULE OF REPORTABLE CONDITIONS**

---

o FINANCIAL MANAGEMENT AND BUDGETARY CONTROLS

Condition

Currently, the Association participates in periodic meetings with the United Way Community Resources Division Contingency Team for the purpose of reviewing and discussing the status of various programmatic and financial issues as they relate to the operations of the Association. Specifically, it is our understanding that included in those discussions are matters relating to Financial Management and Budgetary Controls. As a result of those efforts the financial statements of the Association for the year ended December 31, 1995 reflected an increase in net assets of \$276,538.

Recommendation

We would like to re-emphasize that the Association continue its efforts in the areas of Financial Management and Budgetary Controls and that the following procedures continue to be utilized as an effective tool in planning and controlling the operations of the Association.

- Set pre-established limits beyond which deviations from budgets must be explained;
- Monitor actual versus budgeted amounts;
- Specify manager/program accountability for planning and control of all expenditures associated with the activities in their area of responsibility;
- Identify and investigate the cause of deviations from the budget plan, and report such information to senior management; and
- Ascertain and implement measures to control and correct budget deviations.

Management's Response

Management will continue its efforts in the areas of Financial Management Budgetary Controls.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE BASED ON  
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors  
Dryades Young Men's Christian Association

We have audited the financial statements of Dryades Young Men's Christian Association (the Association) as of and for the year ended December 31, 1995, and have issued our report thereon dated March 8, 1996.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards issued by the Comptroller General of the United States and provisions of OMB Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Institutions". Those standards and provisions of OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws, regulations, contracts and grants applicable to the Association is the responsibility of the Association's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Association's compliance with certain provisions of laws, regulations, contracts and grants. However, the objective of our audit of the financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE BASED ON  
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS  
(CONTINUED)

The results of our tests indicate that, with respect to the items tested, the Association complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Association had not complied, in all material respects, with those provisions. However, the results of our procedures disclosed an immaterial instance of noncompliance, which is described in the accompanying Schedule of Finding, Recommendation and Management's Response.

This report is intended for the information of the Board of Directors, management, the United Way and regulatory agencies. This restriction is not intended to limit the distribution of this report.



BRUNO & TERVALON  
CERTIFIED PUBLIC ACCOUNTANTS

March 8, 1996

**B&T Tervalon**

MICHAEL B. BRUNO, CPA  
ALCIDE J. TERVALON, JR., CPA  
WALDO J. MORET, JR., CPA

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH THE GENERAL REQUIREMENTS APPLICABLE  
TO FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

To the Board of Directors  
Dryades Young Men's Christian Association

We have audited the financial statements of Dryades Young Men's Christian Association (the Association) as of and for the year ended December 31, 1995, and have issued our report thereon dated March 8, 1996.

We have applied procedures to test the Association's compliance with the following requirements applicable to its federal financial assistance award programs, which are identified in the Schedule of Federal Financial Assistance Awards for the year ended December 31, 1995:

General Requirements

- |                      |                                   |
|----------------------|-----------------------------------|
| o Political Activity | o Federal Financial Reports       |
| o Davis-Bacon Act    | o Allowable Costs/Cost Principles |
| o Cash Management    | o Drug-Free Workplace Act         |
| o Civil Rights       |                                   |

o Administrative Requirements

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's Compliance Supplement for "Audits of Institutions of Higher Education and Other Nonprofit Institutions". Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Association's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH THE GENERAL REQUIREMENTS APPLICABLE  
TO FEDERAL FINANCIAL ASSISTANCE PROGRAMS  
(CONTINUED)

With respect to the items tested, the results of our procedures disclosed no material instances of noncompliance with the requirements listed in the third paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the Association had not complied, in all material respects, with those requirements. However, the results of our procedures disclosed an immaterial instance of noncompliance with those requirements, which is described in the accompanying Schedule of Finding, Recommendation and Management's Response.

This report is intended for the information of the Board of Directors, management, the United Way and regulatory agencies. This restriction is not intended to limit the distribution of this report.



BRUNO & TERVALON  
CERTIFIED PUBLIC ACCOUNTANTS

March 8, 1996

**& Tervalon**

MICHAEL B. BRUNO, CPA  
ALCIDE J. TERVALON, JR., CPA  
WALDO J. MORET, JR., CPA

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH SPECIFIC REQUIREMENTS APPLICABLE TO  
MAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

To the Board of Directors  
Dryades Young Men's Christian Association

We have audited the financial statements of Dryades Young Men's Christian Association (the Association) as of and for the year ended December 31, 1995, and have issued our report thereon dated March 8, 1996.

We have also audited the Association's compliance with the requirements governing types of services allowed or unallowed; eligibility; matching level of effort, or earmarking reporting; financial reports and claims for advances and reimbursements and other program criteria as deemed appropriate that are applicable to each of its major federal financial assistance programs, which are identified in the accompanying Schedule of Federal Financial Assistance Awards, for the year ended December 31, 1995. The management of the Association is responsible for the Association's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit of compliance with those requirements in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133 "Audits of Institutions of Higher Education and Other Nonprofit Institutions." Those standards and the provisions of OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the Association's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

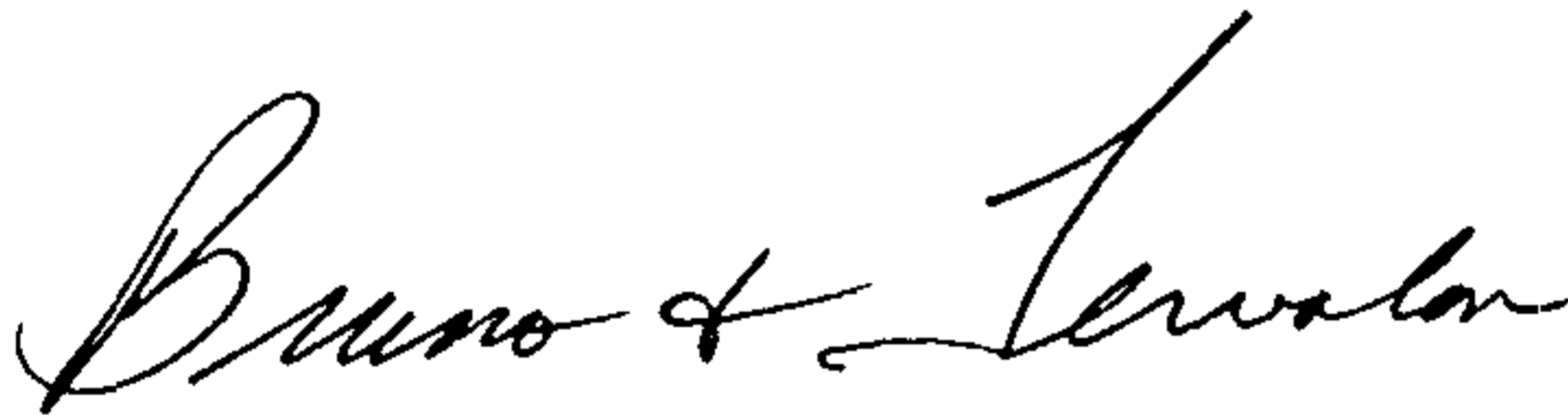


**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH SPECIFIC REQUIREMENTS APPLICABLE TO  
MAJOR FEDERAL FINANCIAL ASSISTANCE PROGRAMS  
(CONTINUED)**

The results of our audit procedures disclosed an immaterial instances of noncompliance with the requirements referred to previously, which are described in the accompanying Schedule of Finding, Recommendation and Management's Response. We considered this instance of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph.

In our opinion, Dryades Young Men's Christian Association complied, in all material respects, with the requirements referred to in the third paragraph that are applicable to each of its major federal financial assistance programs for the year ended December 31, 1995.

This report is intended for the information of the Board of Directors, management, the United Way and regulatory agencies. This restriction is not intended to limit the distribution of this report.



BRUNO & TERVALON  
CERTIFIED PUBLIC ACCOUNTANTS

March 8, 1996

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE TO NONMAJOR  
FEDERAL FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS**

To the Board of Directors  
Dryades Young Men's Christian Association

We have audited the financial statements of Dryades Young Men's Christian Association (the Association) as of and for the year ended December 31, 1995, and have issued our report thereon dated March 8, 1996.

In connection with our audit of the financial statements of the Association, and our consideration of the Association's internal control structure used to administer federal financial assistance programs, as required by the Office of Management and Budget Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Institutions", we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended December 31, 1995.

As required by OMB Circular A-133, we performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Association's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of our procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Association had not complied, in all material respects, with those requirements. However, the results of our procedures disclosed an immaterial instance of noncompliance with those requirements, which are described in the accompanying Schedule of Finding, Recommendation and Management's Response.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE TO NONMAJOR  
FEDERAL FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS  
(CONTINUED)**

This report is intended for the information of the Board of Directors, management, the United Way and regulatory agencies. This restriction is not intended to limit the distribution of this report.



**BRUNO & TERVALON  
CERTIFIED PUBLIC ACCOUNTANTS**

March 8, 1996

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SCHEDULE OF FINDING, RECOMMENDATION AND MANAGEMENT'S RESPONSE**

---

**ALL PROGRAMS**

**FINDING I - UNEMPLOYMENT TAXES**

**Condition**

The Association is delinquent in the payment of unemployment taxes to the Louisiana - Office of Employment Security (OES). As of December 31, 1995 the total amount owed OES amounted to \$55,175 of which \$52,760 has been owed for an excess of one (1) year.

**Recommendation**

We recommend that the Association liquidate all outstanding amounts to OES.

**Management's Responses**

Management is aggressively working towards liquidating these taxes by December 31, 1996. Current unemployment taxes are paid timely.

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## DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION

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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 8-14-96

### FINANCIAL AND COMPLIANCE AUDIT

TOGETHER WITH

INDEPENDENT AUDITORS' REPORT

FOR THE YEAR ENDED DECEMBER 31, 1995

**Bruno**

CERTIFIED PUBLIC ACCOUNTANTS

**& Tervalon**

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
Dryades Young Men's Christian Association

We have audited the financial statements listed in the Table of Contents of Dryades Young Men's Christian Association (the Association) as of and for the year ended December 31, 1995. These financial statements are the responsibility of the management of the Association. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States and the provisions of OMB Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Institutions". Those standards and the provisions of OMB Circular A-133 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.

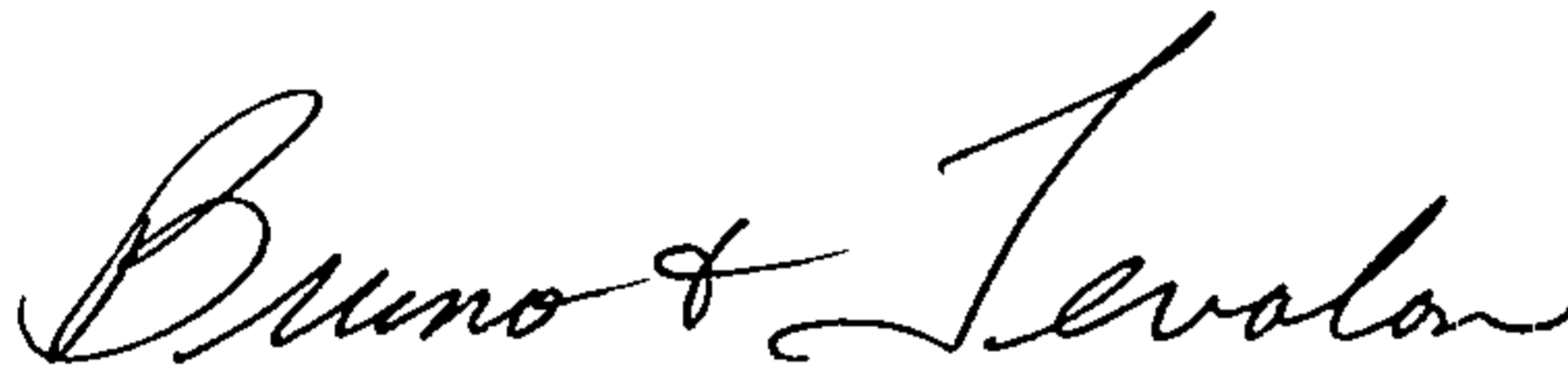
In our opinion, the financial statements listed in the Table of Contents present fairly, in all material respects, the financial position of Dryades Young Men's Christian Association as of December 31, 1995, and the results of its activities and changes in net assets, and cash flows for the year then ended in conformity with generally accepted accounting principles.

As discussed in NOTE 2 to the financial statements, the Association in 1995 changed its method of accounting for contributions and its financial reporting and financial statement presentation in accordance with Statements of Financial Accounting Standards Numbers 116 and 117, respectively.

INDEPENDENT AUDITORS' REPORT  
(CONTINUED)

To the Board of Directors  
Dryades Young Men's Christian Association  
Page 2

In accordance with Government Auditing Standards we have also issued a report dated March 8, 1996 on our consideration of the Association's internal control structure and a report dated March 8, 1996 on its compliance with laws and regulations.



BRUNO & TERVALON  
CERTIFIED PUBLIC ACCOUNTANTS

March 8, 1996

**Bruno**  

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CERTIFIED PUBLIC ACCOUNTANTS

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 1995**  
**WITH COMPARATIVE TOTALS FOR 1994**

	<u>1995</u>	<u>1994</u>
Cash	\$ 65,947	\$ 19,602
Grants receivable	194,651	43,078
United Way services funding for next year (NOTE 7)	101,490	103,197
Prepaid and other assets	33,810	32,236
Investments (NOTE 7)	12,746	14,040
Land (NOTE 10)	70,704	70,704
Property and equipment, net of accumulated depreciation (NOTES 3 and 10)	<u>351,800</u>	<u>359,947</u>
 Total assets	 <u>\$831,148</u>	 <u>\$642,804</u>
 <u>LIABILITIES AND NET ASSETS</u>		
<u>Liabilities</u>		
Bank overdraft	\$ -0-	\$ 10,697
Accounts payable and other liabilities	326,141	344,494
Salaries, taxes and other payable (NOTES 12 and 13)	80,775	130,878
Deferred revenue (NOTE 14)	74,846	83,907
Note payable (NOTE 4)	<u>16,337</u>	<u>16,317</u>
 Total liabilities	 <u>498,099</u>	 <u>586,293</u>
 CONTINGENCIES AND COMMITMENTS		
(NOTES 9, 11, 12, and 15)	-0-	-0-
 Net assets as restated:		
Unrestricted	218,813	(60,726)
Permanently restricted (NOTE 7)	<u>114,236</u>	<u>117,237</u>
	<u>333,049</u>	<u>56,511</u>
 Total liabilities and net assets	 <u>\$831,148</u>	 <u>\$642,804</u>

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

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
 STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS  
 FOR THE YEAR ENDED DECEMBER 31, 1995  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 1994

	<u>UNRESTRICTED NET ASSETS</u>	<u>PERMANENTLY RESTRICTED NET ASSETS</u>	<u>1995</u>	<u>1994</u>
<u>SUPPORT AND REVENUE</u>				
Support:				
United Way - current year	\$ 101,492	\$ -0-	\$ 101,492	\$ 97,618
United Way Services funding for next year (NOTE 7)	-0-	101,490	101,490	103,197
Grants-City of New Orleans	584,582	-0-	584,582	331,803
Grants-State of Louisiana	269,045	-0-	269,045	357,058
Grants-Downtown Development District	-0-	-0-	-0-	76,082
In-kind (NOTE 8)	<u>118,250</u>	<u>-0-</u>	<u>118,250</u>	<u>50,169</u>
Total support	<u>1,073,369</u>	<u>101,490</u>	<u>1,174,859</u>	<u>1,015,927</u>
Net assets released from restriction:				
Expiration of time restriction - United Way	<u>103,197</u>	<u>(103,197)</u>	<u>-0-</u>	<u>-0-</u>
	<u>103,197</u>	<u>(103,197)</u>	<u>-0-</u>	<u>-0-</u>

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

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
 STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS, CONTINUED  
 FOR THE YEAR ENDED DECEMBER 31, 1995  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 1994

		<u>1995</u>	<u>1994</u>
Revenue:			
Membership dues	\$	-0-	\$ 9,810
Program income and fees	23,618	-0-	90,052
Bingo revenue	544,389	-0-	868,829
Self support revenue	71,284	-0-	89,775
Interest income	-0-	59	62
Rental income	44,249	-0-	48,804
Contributions and donations	165,538	-0-	34,106
Other	<u>94,725</u>	<u>-0-</u>	<u>26,706</u>
Total revenue	<u>943,803</u>	<u>59</u>	<u>1,168,144</u>
Total support and revenue	<u>2,120,369</u>	<u>(1,648)</u>	<u>2,184,071</u>
	\$	-0-	\$
	23,618	-0-	23,618
	544,389	-0-	544,389
	71,284	-0-	71,284
	-0-	59	59
	44,249	-0-	44,249
	165,538	-0-	165,538
	<u>94,725</u>	<u>-0-</u>	<u>94,725</u>
	<u>943,803</u>	<u>59</u>	<u>943,862</u>
	<u>2,120,369</u>	<u>(1,648)</u>	<u>2,118,721</u>

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

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
 STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS, CONTINUED  
 FOR THE YEAR ENDED DECEMBER 31, 1995  
 WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 1994

	UNRESTRICTED NET ASSETS	PERMANENTLY RESTRICTED NET ASSETS	1995	1994
Expenses:				
Program services	\$1,487,855	\$ -0-	\$1,487,855	\$2,011,849
Management and general	<u>372,416</u>	<u>-0-</u>	<u>372,416</u>	<u>363,596</u>
Total expenses	<u>1,860,271</u>	<u>-0-</u>	<u>1,860,271</u>	<u>2,375,445</u>
Increase (decrease) in net assets before capital additions	<u>260,098</u>	<u>(1,648)</u>	<u>258,450</u>	<u>(191,374)</u>
Capital additions:				
Contributed capital (NOTE 10)	<u>18,088</u>	<u>-0-</u>	<u>18,088</u>	<u>-0-</u>
Total capital additions	<u>18,088</u>	<u>-0-</u>	<u>18,088</u>	<u>-0-</u>
Increase (decrease) in net assets after capital additions	278,186	(1,648)	276,538	(191,374)
Operating transfer in (out)	1,353	(1,353)	-0-	-0-
Net assets, beginning of year, as restated (NOTE 2)	<u>(60,726)</u>	<u>117,237</u>	<u>56,511</u>	<u>247,885</u>
Net assets, end of year	<u>\$ 218,813</u>	<u>\$114,236</u>	<u>\$ 333,049</u>	<u>\$ 56,511</u>

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

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1995

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 1994

	<u>UNRESTRICTED NET ASSETS</u>	PERMANENTLY RESTRICTED	<u>NET ASSETS</u>	<u>1995</u>	<u>1994</u>
Salaries and wages	\$ 340,236	\$ -0-	\$ -0-	\$ 340,236	\$ 415,604
Employee benefits and payroll taxes	73,319	-0-	-0-	73,319	81,387
Professional fees and contract service	277,713	-0-	-0-	277,713	230,177
Supplies	92,571	-0-	-0-	92,571	67,476
Telephone	9,339	-0-	-0-	9,339	14,740
Postage and shipping	1,898	-0-	-0-	1,898	2,274
Occupancy	191,178	-0-	-0-	191,178	237,875
Printing	5,137	-0-	-0-	5,137	4,975
Equipment rental	36,789	-0-	-0-	36,789	47,491
Repairs and maintenance	1,718	-0-	-0-	1,718	2,387
Dues and subscriptions	35	-0-	-0-	35	135
Conferences and conventions	5,823	-0-	-0-	5,823	3,799
Transportation and travel	13,746	-0-	-0-	13,746	26,947
Dues to National YMCA	10,625	-0-	-0-	10,625	10,043
Penalties and interest (NOTE 12)	13,059	-0-	-0-	13,059	32,000
Other expenses	36,204	-0-	-0-	36,204	52,328
Food cost	11,050	-0-	-0-	11,050	20,856
Advertisement	-0-	-0-	-0-	-0-	1,400
Support-in-kind (NOTE 8)	118,250	-0-	-0-	118,250	50,169
Renovation cost	18,088	-0-	-0-	18,088	100,746
Bingo prizes	523,810	-0-	-0-	523,810	863,593
Self support	<u>50,936</u>	<u>-0-</u>	<u>-0-</u>	<u>50,936</u>	<u>59,204</u>
Total expenses before depreciation	1,831,524	-0-	-0-	1,831,524	2,325,606
Depreciation	<u>28,747</u>	<u>-0-</u>	<u>-0-</u>	<u>28,747</u>	<u>49,839</u>
Total	<u>\$1,860,271</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$1,860,271</u>	<u>\$2,375,445</u>

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

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 1995**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 1994**

	<u>1995</u>	<u>1994</u>
Cash flow from Operating Activities:		
Increase (decrease) in net assets after capital additions	\$ 276,538	\$(191,374)
Adjustments to reconcile change in net assets after capital additions to net cash used in operating activities:		
Depreciation	28,747	49,839
Changes in assets and liabilities:		
Decrease (increase) in:		
Grants receivable	(151,573)	157,959
Prepaid and other assets	(1,574)	1,253
United Way Services for next year	1,707	(5,579)
Increase (decrease) in:		
Accounts payable and other liabilities	(18,353)	(78,705)
Bank overdraft	(10,697)	2,309
Salary and taxes payable	(50,103)	8,128
Deferred revenue	<u>(9,061)</u>	<u>83,907</u>
Net cash used in operating activities	<u>65,631</u>	<u>27,737</u>
Cash flow from Investing Activities:		
Proceeds from investments	1,294	3,606
Construction-in-progress	(18,088)	-0-
Retirements	<u>(2,512)</u>	<u>(133)</u>
Net cash used in investing activities	<u>(19,306)</u>	<u>3,473</u>
Cash flow from financing activities:		
Repayment of notes payable	(16,317)	(14,449)
Proceeds from notes payable	<u>16,337</u>	<u>-0-</u>
Net cash provided by investing activities	<u>20</u>	<u>(14,449)</u>
Increase in cash and cash equivalents	46,345	16,761
Cash and cash equivalents, beginning of year	<u>19,602</u>	<u>2,841</u>
Cash and cash equivalents, end of year	<u>\$ 65,947</u>	<u>\$ 19,602</u>
Interest paid	<u>\$ 13,059</u>	<u>\$ 32,000</u>

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



**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS**

---

NOTE 1 - Background and General Data:

Background

Dryades Young Men's Christian Association (the Association) is a non-profit corporation organized under the laws of the State of Louisiana. The Association is primarily engaged in providing community services that consist of youth development, counseling, crime reduction and physical education activities. The Association also administers Job Training, Food Service, Day Care and an Adolescent Drug Free Rehabilitation and Intervention Programs through grants received from the City of New Orleans, the State of Louisiana and the United Way of Greater New Orleans.

General

As of December 31, 1995 the Association administered the following funds, programs and grants:

- o General Fund
- o Building Rental Fund
- o Food Service
- o Dynasty Place
- o School of Commerce
- o Community Development Block Grant - YMCA Renovation
- o Community Development Block Grant - Philip Street Renovation
- o Drug Abuse and Abatement
- o YMCA Bingo
- o Youth Development, Outreach and Intervention
- o Endowment Fund - Restricted

Below is a brief description of each fund, program or grant administered:

o General Fund

Included in the general fund of the Association are the following:

- o Support from United Way of Greater New Orleans
- o Support from the State of Louisiana Block Grant-Vendor and Project Independence Payments (Infant Day Care)

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

---

NOTE 1 - Background and General Data, Continued:

- o Support from Greater New Orleans Foundation
- o Membership Dues
- o Program Income and Fees
- o Special Events - Self Support
- o Public Contributions and Donations
- o Support from the Downtown Development District of the City of New Orleans
- o Support from the Orleans Private Industry Council (OPIC)

The resources of the general fund are used to fund the operations of the Association that are not directly covered by specific programs or grants administered by the Association.

o Building Rental Fund

Premises located at 2226-28 Oretha Castle Haley Boulevard were purchased with the intention of providing expansion opportunities for the Association in the near future.

o Food Service

The Food Service Program, funded by the State of Louisiana Department of Education, provides nutritional supplements to the children enrolled in the Infant Day Care Program.

o Dynasty Place

Dynasty Place, funded by the United Way of Greater New Orleans, provides for the operation of an Adolescent Drug Free Rehabilitation Program.

o School of Commerce

The School of Commerce, funded by the City of New Orleans - Orleans Private Industry Council through the Job Training Partnership Act and the State of Louisiana - Project Independence, provides job training to youths and unskilled adults for entry into the labor force, counseling and placement into unsubsidized employment. This program also provides job training to those economically disadvantaged individuals facing special need of such training to obtain productive employment.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

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NOTE 1 - Background and General Data, Continued:

o Community Development Block Grant - YMCA Renovation

The Community Development Block Grant funds, provided by the City of New Orleans, are used for the purpose of having certain improvements made to the Association's building. Under the terms of the agreement with the City of New Orleans, all funds are provided on a cost reimbursement basis. The funds are in the form of a deferred loan with a term co-existent with use restrictions of five (5) years. The first anniversary date of the loan shall be one (1) year after the improvements are completed. On each anniversary date of the loan, the sum of \$100,000 will be forgiven, subject however, to the proviso that should the Association for any reason sell or convert the property into an ineligible Community Development Block Grant use, the then fair market value of the property shall become immediately due and payable to the City.

o Community Development Block Grant - Philip Street Renovation

The Community Development Block Grant funds, provided by the City of New Orleans, are used for the purpose of having certain improvements made to a building owned by the New Orleans Youth Foundation for the purpose of providing a day care facility for the Association. Under the terms of the agreement with the City of New Orleans, all funds are provided on a cost reimbursement basis. The funds are in the form of a deferred loan with a term co-existent with use restrictions of five (5) years. The first anniversary date of the loan shall be one (1) year after the improvements are completed. On each anniversary date of the loan, (December 31), the sum of \$76,000 (seventy-six thousand dollars) will be forgiven, subject however to the proviso that should the Association for any reason sell or convert the property into an ineligible Community Development Block Grant use, the then full market value of the property shall become immediately due and payable to the City.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

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NOTE 1 - Background and General Data, Continued:

o Drug Abuse and Abatement

The Drug Abuse and Abatement program is funded by the City of New Orleans and the United Way of Greater New Orleans for the purpose of identifying, recruiting and counseling youths to prevent drug abuse or related problems. Under the terms of the agreement with the City of New Orleans, all funds are provided on a cost reimbursement basis.

o YMCA Bingo

The YMCA Bingo Fund is established to account for the revenue and expenses generated in the course of operating bingo fundraisers held by the Association.

o Youth Development, Outreach and Intervention Programs

The Youth Development, Outreach and Intervention Programs are funded by the City of New Orleans, and the Downtown Development District for the purpose of contacting, counseling and providing follow-up for youths and their families to aid in reducing crime and loitering by youths in the district. Under the terms of the agreement with the City of New Orleans, all funds are provided on a cost reimbursement basis.

o Endowment Fund - Restricted

This Fund is established to account for the revenue and expenses related to a restricted donation received by the Association in 1987 (see NOTE 7).

o Financial Statement Presentation

Certain reclassifications have been made to prior years' financial statements to conform to the current year's presentation.

NOTE 2 - Summary of Significant Accounting Policies:

Principles of Accounting

The financial statements of each of the Association's funds are prepared in accordance with generally accepted accounting principles, and are prepared on the accrual basis.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

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NOTE 2 - Summary of Significant Accounting Policies,  
Continued:

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Association that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

The Association uses the allowance method to determine uncollectible unconditional promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made.

Contributions

The Association also elected to adopt SFAS No. 116, "Accounting for Contributions Received and Contributions Made", in 1995. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of donor restrictions. As permitted by SFAS No. 116, the Association has retroactively applied the provisions of this new statement by restating net assets as of December 31, 1994. The adjustment of \$103,197 made to net assets as of December 31, 1994, represents time restricted contributions from the United Way. Under SFAS No. 116, such contributions are required to be reported as temporarily restricted support and are then reclassified to unrestricted net assets upon expiration of the time restriction. The effect of this new statement on the Association's change in net assets for 1995 and 1994, was an increase of \$1,707 and \$5,579, respectively, from what would have been reported under prior accounting principles.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS, CONTINUED**

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NOTE 2 - Summary of Significant Accounting Policies,  
Continued:

Funding

The Association receives its primary funding through support from the United Way of Greater New Orleans, grants from the State of Louisiana and the City of New Orleans, program fees, membership dues, bingo and related activities, and special events (primarily other fundraisers).

Contributed Services

During the year ended December 31, 1995, the value of contributed services meeting the requirements for recognition in the Association's financial statements was not material and has not been recorded.

Property and Equipment

The Association follows the practice of capitalizing all property and equipment expenditures over \$500. Depreciation is computed under the straight-line method for all depreciable assets over their respective estimated useful lives.

The Association's building located at 2220 Oretha Castle Haley Boulevard is fully depreciated. Building improvements are depreciated over a ten-year period and equipment is depreciated over a five-year period.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS, CONTINUED**

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NOTE 2 - Summary of Significant Accounting Policies,  
Continued:

Cash Equivalents

For purposes of the statement of cash flows, the Association considers all investments with original maturities of three months or less to be cash equivalents.

Financial Statement Presentation

In June 1993, the Financial Accounting Standards Board (FASB) issued two (2) new pronouncements: Statement of Financial Accounting Standards (SFAS) No. 116, Accounting for Contributions Received and Contributions Made and SFAS No. 117, Financial Statements of Not-for-Profit Organizations.

Under SFAS No. 116, the Association must recognize contributions received as revenue, including unconditional promises to give, in the period received at their fair value. At the same time, contributions made, including unconditional promises to give, must be recognized as expenses in the period made at their fair value.

Under SFAS No. 117, the Association is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets. In addition, the Association is required to present a statement of cash flows.

Total Column on Statements

The total column on the statements in the supplementary information section of this report is captioned "Memorandum Only" to indicate that it is presented only to facilitate financial analysis. Such data is not comparable to a consolidation.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

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NOTE 2 - Summary of Significant Accounting Policies,  
Continued:

Comparative total data for the prior year have been presented in the accompanying financial statements to provide an understanding of changes in the Association's financial position and results of operations.

NOTE 3 - Property and Equipment:

At December 31, 1995 property and equipment consisted of the following:

Building and building improvements	\$ 628,254
Furniture and Equipment	254,430
Less-accumulated depreciation	(748,680)
Add-construction-in-progress	<u>217,796</u>
Total	<u>\$ 351,800</u>

NOTE 4 - Note Payable:

At December 31, 1995 note payable consisted of the following:

11.0% unsecured note payable to a bank due at maturity plus interest, maturing on March 27, 1996	<u>\$16,337</u>
Total	<u>\$16,337</u>

NOTE 5 - Income Taxes:

The Association is exempt from corporate income taxes under Section 501(c)(3) of the Internal Revenue Code.



**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**NOTES TO THE FINANCIAL STATEMENTS, CONTINUED**

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NOTE 6 - Pension Plan:

The Association has a defined contribution retirement plan for all employees with a year or more of service. The Association contributes for each eligible employee 7% of their respective gross salary. Pension costs are funded on a current basis. The Association's total pension costs for 1995 was \$11,571.

NOTE 7 - Restricted Net Assets:

At December 31, 1995 permanently restricted assets consisted of the following:

<u>Description</u>	<u>Cost</u>	<u>Market</u>
United Way Services funding for next year	\$ <u>101,490</u>	\$ <u>101,490</u>
Endowment Fund:		
Investment in Y-Mutual Insurance, Ltd.	11,658	11,658
Endowment Trust Fund	<u>1,088</u>	<u>1,088</u>
	<u>12,746</u>	<u>12,746</u>
Total	\$ <u>114,236</u>	\$ <u>114,236</u>

In accordance with donor stipulations the Association may utilize interest earned from the restricted endowment fund investments for general operations.

NOTE 8 - In-kind Support:

For the year ended December 31, 1995, the Association provided in-kind support as required by agreements with the City of New Orleans for the Drug Abuse and Abatement Program and the Youth Intervention Program in the amount of \$82,788 and \$20,462, respectively. The amount required in those contracts was \$82,600 and \$20,397, respectively by the City of New Orleans. Additionally, the Association was provided in-kind support from a bank in the form of gratuitous space usage during the year ended December 31, 1995 valued at \$15,000.

Also, United Way contributions of \$93,000 recorded in General Fund were utilized as matching funds for Youth Intervention related activities.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

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NOTE 9 - Litigation:

Representation from the Association's Counsel reflects three (3) pending or threatened claims in which counsel's representation indicates plaintiffs are seeking recovery of damages. The matters involve the following:

- o Plaintiff alleges several issues surrounding a sub-lease such as default; sub-tenancy rights; the value of the leasehold interest and usage of the facility for bingo games and receptions. Counsel has indicated that the matter has been resolved and advised the Association to adhere to the terms and conditions of the lease.
- o Plaintiff alleges being owed sums in connection with certain services performed by the Plaintiff for a co-defendant at the Association's properties. Total sums claimed are in excess of \$43,000 of which the Association's portion is approximately \$12,776. Counsel has advised that the case has been referred to mediation and the Association's exposure may be lowered during the mediation process.
- o Plaintiff alleges that the Association failed to remit payments in the amount of \$226,185 under a general construction contract. Counsel indicates that the case is still under review and is unable to determine the potential outcome until that process has been completed.

At December 31, 1995 and March 8, 1996, no provision has been recorded by the Association in its financial statements for any possible losses related to these matters.