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**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**

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 MAR 10 1999

**FINANCIAL AND COMPLIANCE AUDIT
TOGETHER WITH
INDEPENDENT AUDITORS' REPORT
FOR THE YEAR ENDED JUNE 30, 1998**

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
**Young Women's Christian Association of
New Orleans, Louisiana**

We have audited the accompanying statement of financial position of **Young Women's Christian Association of New Orleans, Louisiana** (a non-profit corporation) as of June 30, 1998, and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the management of the **Young Women's Christian Association of New Orleans, Louisiana (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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **Young Women's Christian Association of New Orleans, Louisiana** as of June 30, 1998, changes in its net assets and its cash flows for the year then ended in conformity with generally accepted accounting principles.

INDEPENDENT AUDITORS' REPORT
(CONTINUED)

To the Board of Directors
Young Women's Christian Association of
New Orleans, Louisiana
Page 2

In accordance with Government Auditing Standards, we have also issued our report dated December 14, 1998 on our consideration of **Young Women's Christian Association of New Orleans, Louisiana's** internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of **Young Women's Christian Association of New Orleans, Louisiana** taken as a whole. The accompanying schedule of expenditures of federal awards, as required by United States Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-profit Organizations, and the accompanying schedule of public support, other revenues and expenses by function are presented for purposes of additional analysis and are not required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit 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.

Bruno & Tervalon
BRUNO & TERVALON
CERTIFIED PUBLIC ACCOUNTANTS

December 14, 1998

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA
STATEMENT OF FINANCIAL POSITION
JUNE 30, 1998**

ASSETS

Current Assets:	
Cash (NOTE 2)	\$ 77,682
Investments (NOTES 1 and 2)	28,922
Grants and other receivables	268,610
United Way Allocation (NOTE 8)	355,108
Other assets	<u>7,668</u>
Total current assets	737,990
Pledges receivable, long-term	26,012
Restricted assets (NOTE 2)	51,689
Land, buildings, and equipment, net (NOTE 3)	<u>626,267</u>
Total assets	<u>\$1,441,958</u>

LIABILITIES AND NET ASSETS

Current Liabilities:	
Accounts payable	\$ 139,111
Accrued payroll taxes and benefits	48,356
Due to YWCA of USA	50,889
Note payable to bank (NOTE 4)	<u>40,000</u>
Total liabilities	278,356
Net assets:	
Unrestricted	685,111
Temporarily restricted (NOTE 5)	432,193
Permanently restricted (NOTE 5)	<u>46,298</u>
Total net assets	<u>1,163,602</u>
Total liabilities and net assets	<u>\$1,441,958</u>

See Accompanying Notes to Financial Statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF NEW ORLEANS, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 1998

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Public support and other revenue:				
Public support:				
Contributions	\$ 3,793	\$ 30,408	\$ -0-	\$ 34,201
United Way allocations	-0-	345,034	-0-	345,034
United Way designation	-0-	10,067	-0-	10,067
United Way CFC designations	-0-	1,057	-0-	1,057
Government grants	-0-	1,173,290	-0-	1,173,290
Special events	<u>46,883</u>	<u>-0-</u>	<u>-0-</u>	<u>46,883</u>
Total public support	<u>50,676</u>	<u>1,559,856</u>	<u>-0-</u>	<u>1,610,532</u>
Other revenue:				
Program service fees	307,543	165,317	-0-	472,860
Investment income	7,278	1,400	-0-	8,678
Rental income	67,649	6,850	-0-	74,499
Miscellaneous	<u>-0-</u>	<u>10,523</u>	<u>-0-</u>	<u>10,523</u>
Total other revenue	<u>382,470</u>	<u>184,090</u>	<u>-0-</u>	<u>566,560</u>
Total public support and other revenue	433,146	1,743,946	-0-	2,177,092
Net assets released from restrictions	<u>1,737,464</u>	<u>(1,737,464)</u>	<u>-0-</u>	<u>-0-</u>
Total	<u>2,170,610</u>	<u>6,482</u>	<u>-0-</u>	<u>2,177,092</u>

See Accompanying Notes to Financial Statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF NEW ORLEANS, LOUISIANA
STATEMENT OF ACTIVITIES, CONTINUED
FOR THE YEAR ENDED JUNE 30, 1998

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Expenses:				
Program services:				
Battered women	\$ 415,645	\$ -0-	\$ -0-	\$ 415,645
Therapeutic family care	413,245	-0-	-0-	413,245
Parent aide	125,316	-0-	-0-	125,316
Rape crisis	357,530	-0-	-0-	357,530
Opportunities for the elderly	23,208	-0-	-0-	23,208
Youth development	108,944	-0-	-0-	108,944
Child care	166,816	-0-	-0-	166,816
Job training	<u>228,643</u>	<u>-0-</u>	<u>-0-</u>	<u>228,643</u>
Total program services	1,839,347	-0-	-0-	1,839,347
Supporting services:				
Management and general	<u>400,451</u>	<u>-0-</u>	<u>-0-</u>	<u>400,451</u>
Total expenses	<u>2,239,798</u>	<u>-0-</u>	<u>-0-</u>	<u>2,239,798</u>
Change in net assets	<u>(69,188)</u>	<u>6,482</u>	<u>-0-</u>	<u>(62,706)</u>
Net assets, beginning of year	<u>754,299</u>	<u>425,711</u>	<u>46,298</u>	<u>1,226,308</u>
Net assets, end of year	<u>\$ 685,111</u>	<u>\$432,193</u>	<u>\$46,298</u>	<u>\$1,163,602</u>

See Accompanying notes to Financial Statements.

Unrestricted

Program Services

Total Program Services	Battered Women	Therapeutic Family Care	Parent Aide	Rape Crisis	Opportunities for the Elderly	Youth Development	Child Care	Job Training
\$ 699,167	\$ 136,362	\$ 80,236	\$ 64,080	\$ 178,637	\$ 12,908	\$ 32,298	\$ 81,831	\$ 112,815
71,321	13,568	10,475	6,855	16,090	2,514	4,078	10,471	7,270
79,335	15,597	9,215	7,703	20,391	1,478	2,122	9,924	12,905
849,823	165,527	99,926	78,638	215,118	16,900	38,498	102,226	132,990
347,945	75,092	229,791	12,494	10,679	0	16,188	0	3,701
47,751	9,500	2,544	1,336	5,498	549	4,968	13,393	9,963
51,525	26,197	1,740	3,396	10,501	1,371	2,045	500	5,775
8,138	3,364	944	320	1,630	63	990	554	273
180,080	51,297	5,912	5,835	27,458	0	19,356	23,690	46,532
32,505	1,856	4,544	2,623	6,213	186	2,742	1,117	13,224
4,384	1,998	98	203	1,001	100	567	180	237
15,534	2,578	2,660	1,245	5,860	94	2,231	279	587
7,017	3,958	132	713	1,438	0	0	380	396
14,216	13,089	0	340	787	0	0	0	0
702	461	0	241	0	0	0	0	0
8,031	5,580	1,000	0	185	0	0	0	1,266
11,408	1,004	270	10,134	0	0	0	0	0
204,233	44,236	41,385	4,850	63,586	3,453	19,050	20,962	6,711
2,010	0	0	293	0	0	0	0	1,717
14,200	1,100	12,673	0	0	0	0	0	427
1,799,502	406,837	403,619	122,661	349,954	22,716	106,635	163,281	223,799
39,845	8,808	9,626	2,655	7,576	492	2,309	3,535	4,844
\$ 1,839,347	\$ 415,645	\$ 413,245	\$ 125,316	\$ 357,530	\$ 23,208	\$ 108,944	\$ 166,816	\$ 228,643

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 1998**

Cash Flows from Operating Activities:	
Change in net assets	\$ (62,706)
Adjustments to reconcile change in net assets to net cash used in operating activities:	
Depreciation	47,910
Changes in assets and liabilities:	
(Increase) in grants and other receivables	(60,379)
Increase in accounts payable and accrued expenses	<u>37,324</u>
Net cash used in operating activities	<u>(37,851)</u>
Cash Flows from Investing Activities:	
Purchase of equipment	<u>(15,117)</u>
Net cash used in investing activities	<u>(15,117)</u>
Decrease in cash and cash equivalents	(52,968)
Cash and cash equivalents, June 30, 1997	<u>139,129</u>
Cash and cash equivalents, June 30, 1998	<u>\$ 86,161</u>
Supplemental Disclosure of Cash Flow Information:	
Interest paid	<u>\$ 2,704</u>
Cash (NOTE 2)	\$ 77,682
Cash included in restricted assets (NOTE 2)	<u>8,479</u>
	<u>\$ 86,161</u>

See Accompanying Notes to the Financial Statements.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 1998**

NOTE 1 - Significant Accounting Policies:

Organization and Operations

The **Young Women's Christian Association of New Orleans, Louisiana (the Association)**, a member of the **Young Women's Christian Association of the United States of America**, was chartered on March 14, 1911 and is administered through a local Board of Directors. **The Association** is a member agency of the United Way of Greater New Orleans.

Basis of Presentation

Effective July 1, 1995, **the Association** adopted the accounting policies contained in Financial Accounting Standards Board's Statement of Financial Accounting Standards (SFAS) No. 116, Accounting for Contributions Received and Contributions Made (FASB 116), and SFAS No. 117, Financial Statements of Not-for-Profit Organization (FASB 117).

Under these provisions, net assets, support and revenues, and expenses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of **the Association** and changes therein are classified and reported as follows:

- o Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations.
- o Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that may or will be met either by actions of **the Association** and/or the passage of time. **The Association's** significant time-restricted asset relates to the United Way grant.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 1998

NOTE 1 - Significant Accounting Policies, Continued:

Basis of Presentation, Continued

- o Permanently restricted net assets - Net assets subject to donor-imposed stipulations that neither expire by the passage of time nor can be fulfilled and removed by actions of **the Association** pursuant to those stipulations.

Contributions are recognized as revenue when received or earned.

The Association's accounts are maintained on the accrual basis of accounting in accordance with generally accepted accounting principles and the general practices in the voluntary health and welfare industry.

Cash and Cash Equivalents

Cash and cash equivalents include bank deposits and certificates of deposits with original maturities of three months or less at date of purchase.

Investments

Investments consisting of certificates of deposit are stated at cost, which approximates market.

Pledges

Legally enforceable pledges, less an allowance for uncollectible amounts, are recorded as receivables in the year made. Pledges receivable are not discounted.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 1998

NOTE 1 - Significant Accounting Policies, Continued:

Grant Revenues, United Way Campaign
Support and Restricted Net Assets

The Association derives the majority of its support from federal and state agencies and the United Way. The majority of federal and state grants are recognized on a reimbursement basis. United Way allocations are recognized as revenue in the year they are awarded as temporarily restricted net assets.

The Association reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Gifts of long-lived operating assets such as land, buildings or equipment are reported as unrestricted support, unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, expirations of donor restrictions are reported when the donated or acquired long-lived assets are placed in service.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 1998

NOTE 1 - Significant Accounting Policies, Continued:

Land, Buildings, and Equipment

Land, buildings, and equipment are stated at cost or, if contributed, at fair market value at the date of donation. Depreciation of buildings and equipment is provided on a straight-line basis over the estimated useful lives of the related assets.

Contributed Services and Materials

A substantial number of unpaid volunteers have made contributions of their time and expertise in the development of **the Association's** programs. Estimated number of hours and value of these services cannot reasonably be determined as a result of the variety of services provided by and the varying qualifications of the volunteers. Because of this, contributed services are not recorded in the financial statements.

The Association has access to rooms in other buildings, provided on a rent-free basis by civic and other organizations, in which **the Association** conducts certain programs. The value of the rent-free space has not been determined.

Donated materials and equipment are recorded as contributions at their fair market values at the date of donation.

Federal Income Tax

The Association is exempt from Federal income taxation under the Internal Revenue Code Section 501(c)(3).

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 1998

NOTE 1 - Significant Accounting Policies, Continued:

Allocation of Indirect Costs

The Association allocates expenses to grant funded program services as indirect costs in order to more accurately reflect the costs of each program service. Indirect cost allocations are based on the individual grant agreements.

Retirement Plan

The Association participates in the National Young Women's Christian Association Retirement Fund which is a multi-employer defined contribution plan that covers all employees with a minimum of two years of service. **The Association** contributes 11.5 percent; employees contribute a minimum of five(5) percent. **The Association's** funding approximated \$58,206 for the year ended June 30, 1998.

Compensated Absences

Vacation (annual) leave is accrued when earned. Employees hired before January 1, 1987 accrue vacation leave at varying amounts, depending on the number of years of service, with a maximum of twenty-four (24) days per year.

Employees hired after January 1, 1987 accrue leave at varying amounts, depending on the number of years of service, with a maximum of twenty (20) days per year.

Annual leave for all employees is accumulated as of the employee's anniversary date and must be taken within one (1) year.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 1998

NOTE 1 - Significant Accounting Policies, Continued:

Total-Memorandum Only

The total column on the statement of functional expenses is captioned "Memorandum Only" to indicate that it is presented only to facilitate financial analysis. Such data is not comparable to a consolidation.

Use of Estimates

Management of **the Association** has made estimates and assumptions relating to the reporting of assets and liabilities and the disclosure of contingent assets and liabilities to prepare these financial statements in conformity with generally accepted accounting principles. Actual results could differ from those estimates.

Fair Values of Financial Instruments

Fair value of financial instruments approximates recorded amounts as presented in the financial statements.



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AUDIT FINDING - CORRECTIVE ACTION PLAN
 FOR THE YEAR ENDED JUNE 30, 1998

BOARD OF DIRECTORS

Dr. Carolyn Weaver
 President
 Bernadette D'Souza, Esq.
 1st Vice President
 Ann Coston
 2nd Vice President
 Jaquetta Clemons
 3rd Vice President
 Judge Ernestine Gray
 Secretary
 Li Ting Lau
 Treasurer

Deborah Armington
 Hon. Dale Atkins
 Christine Bogar
 Hon. Irma Dixon
 Margee G. Farris
 Mary Jane Fenner
 Katherine Gelderman
 Kim Harbison
 Nicole Hardin
 Justice Bernette Johnson
 Edith Jones
 Heidi Leffler
 Michelle Miller
 Kimberly Reese
 Alina Sedlander
 Liz Tahir
 Cecile Tebo

Gail Glapion
 Executive Director

Programs:
 Battered Women's Program
 Day Care
 Parent-Aide Program
 Rape Crisis Program
 Therapeutic Family and Foster Care
 Training, Inc.
 Youth and Elderly Services

<u>AUDIT FINDING</u>	<u>PROPOSED CORRECTIVE ACTION</u>	<u>PROJECTED COMPLETION DATE</u>	<u>CONTACT PERSON</u>
<p>Timely Preparation of Bank Reconciliations:</p> <p><u>Condition</u></p> <p>The Association did not perform all bank reconciliations timely. Six months of bank reconciliations were not performed as of October 5, 1998.</p>	<p>Prior to December 14, 1998, all bank reconciliations were performed. Management implemented controls considered necessary to ensure non-occurrence of such condition in future.</p>	<p>December 31, 1998</p>	<p>Mrs. Enefaa Nwosu Fiscal Director</p>

YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA
 NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
 JUNE 30, 1998

NOTE 2 - Cash, Investments and Restricted Assets:

Cash, investments and restricted assets are held for the following purposes:

Cash:	
Unrestricted	\$ 2,539
Temporarily restricted:	
Battered women	1,174
Therapeutic family care	6,264
Parent aid	2,720
Child care	388
Job training	3,326
Land, building and equipment	2,963
Capital campaign	<u>58,308</u>
Current cash	<u>\$77,682</u>
Investments:	
Temporarily restricted for land, building and equipment	<u>\$28,922</u>
Permanently restricted:	
Cash	\$ 8,479
Investments	<u>43,210</u>
Restricted assets	<u>\$51,689</u>

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 1998

NOTE 3 - Land, Buildings, and Equipment:

Land, buildings, and equipment at June 30, 1998 consists of the following:

Land	\$ 126,345
Buildings	713,799
Furniture, fixtures and equipment	<u>270,351</u>
	1,110,495
Less accumulated depreciation	<u>(484,228)</u>
Land, buildings and equipment, net	<u>\$ 626,267</u>

NOTE 4 - Note Payable to Bank:

As of June 30, 1998, **the Association** had a line of credit agreement in the total amount of \$40,000 with a local bank. The line of credit agreement expires January 23, 1999, with monthly interest payments on the outstanding balance at 6.880 percent. The note is collateralized by **the Association's** pledge of its investments, the certificates of deposit of the permanently restricted endowment.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 1998

NOTE 5 - Restricted Net Assets:

Temporarily restricted net assets are donor restricted for the following purposes:

Battered Women	\$ 92,099
Child Care	40,528
Opportunities for the Elderly	23,429
Parent Aid	9,589
Rape Crisis	115,414
Youth Development	63,975
Administrative	28,851
Capital Campaign	<u>58,308</u>

Temporarily restricted net assets \$432,193

Permanently restricted net assets of \$46,298 are restricted for an operating endowment, the interest earnings of which are unrestricted.

NOTE 6 - Commitments:

Rental expense resulting from facility and equipment operating leases approximated \$67,734 for the year ended June 30, 1998.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 1998

NOTE 6 - Commitments, Continued:

The future minimum lease payments under noncancelable operating leases for the next five (5) years are as follows:

<u>Year Ended June 30,</u>	<u>Amount</u>
1999	\$26,717
2000	24,000
2001	24,000
2002	24,000
2003	24,000

The Association participates in a number of federal award programs. Although the grant programs have been audited in accordance with OMB Circular A-133, these programs are still subject to financial and compliance audits and resolution of previously identified questioned costs. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although **the Association** expects such amounts, if any, to be immaterial.

NOTE 7 - Risk Management:

The Association is exposed to various risk of loss related to torts; theft of; damage to and destruction of assets for which **the Association** carries commercial insurance. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 1998

NOTE 8 - United Way Allocation:

As of June 30, 1998, United Way allocation represents allocation and designations of funds from United Way for fiscal year ending June 30, 1999. These amounts are recognized as temporarily restricted revenue in the year they are awarded in accordance with SFAS No. 116 and 117. The amounts are available for the following purposes:

Battered Women	\$ 92,099
Child Care	40,528
Opportunities for the Elderly	23,429
Parent Aid	9,589
Rape Crisis	115,414
Youth Development	63,975
United Way CFC Designations	1,825
United Way Designations	<u>8,249</u>
 Total United Way Allocations and Designations	 <u>\$355,108</u>

NOTE 9 - Concentration of Credit Risk:

The Association maintains cash balances at several banks. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$100,000.

SUPPLEMENTARY INFORMATION

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF NEW ORLEANS, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 1998**

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>FEDERAL EXPENDITURES</u>
U.S. Department of Health and Human Services: Passed through State of Louisiana: Department of Social Services Office of Community Services			
Therapeutic Family Care (TFC)	93.667	TIPS#10007820	\$ 286,691
Private Foster Care	93.667	TIPS#020037366	<u>117,079</u>
			<u>403,770</u>
Office of Women Services-Crime Prevention and Services Act (Battered Women)	93.991	CFMS#512389	43,460
Department of Social Services, Office of Family Support- Project Independence			
Training, Inc.-Orleans	93.561	DSS#04935	162,948
Training, Inc.-West Jefferson	93.561	DSS#04935	<u>59,277</u>
			<u>222,225</u>
Total U.S. Department of Health and Human Services			<u>669,455</u>

See Accompanying Independent Auditors' Report and Notes to the Financial Statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF NEW ORLEANS, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 1998

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>FEDERAL EXPENDITURES</u>
U.S. Department of Justice:			
Passed through State of Louisiana			
Commission on Law Enforcement and Administration of Criminal Justice:			
Domestic Violence Program-	16.575	97-C9-V.2-0338	\$ 45,761
Rape Counseling Program-St. Tammany	16.575	96-C7-V.1-0352	23,050
Rape Counseling Program-West Bank	16.575	96-C7-V.1-0332	40,280
Sexual Assault Program	16.588	96-M8-M.05-046	13,373
Domestic Violence Program	16.588	95-M8-M.05-0401	6,462
Child Abuse Counseling-TFC	16.575	C97-9-012	29,606
Child Abuse Counseling	16.575	97-C9-V.3-0361	29,828
Rape Counseling Program Orleans	16.575	97-C9-V.1-0376	<u>81,978</u>
Passed through City of New Orleans			
Community Policing - Combat	96-DV-WX-0071	PC270-009614	<u>46,075</u>
Total U.S. Department of Justice			<u>316,413</u>

See Accompanying Independent Auditors' Report and Notes to Financial Statements.

YOUNG WOMEN'S CHRISTIAN ASSOCIATION OF NEW ORLEANS, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 1998

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH ENTITY IDENTIFYING NUMBER</u>	<u>FEDERAL EXPENDITURES</u>
U.S. Department of Housing and Urban Development: Passed through the City of New Orleans Office of Housing and Urban Development: Emergency Shelter Grant (Battered Women)	14.227	SESG-009B	\$ <u>24,880</u>
Total U.S. Department of Housing and Urban Development			<u>24,880</u>
U.S. Department of Agriculture: Pass through Program from State Department of Education Child Care food	10.558	93-424	<u>22,438</u>
Total U.S. Department of Agriculture			<u>22,438</u>
Total Federal Awards			<u>\$1,033,186</u>

See Accompanying Independent Auditors' Report and notes to Financial Statements.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1) GENERAL

The Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of the **Young Women's Christian Association of New Orleans, Louisiana (the Association)**. All federal awards received directly from federal agencies, as well as federal award passed through other government agencies, are included on the schedule.

2) BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting which is described in NOTE 1 of **the Association** financial statements.

3) RELATIONSHIP TO FINANCIAL STATEMENTS

Federal awards (grant) revenues are reported in **the Association's** financial statements as follows:

Grant revenue	\$1,173,290
Less state and local grants	<u>140,104</u>
Total Federal Awards	<u>\$1,033,186</u>

4) RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

Amounts reported in the Schedule of Expenditures of Federal Awards agree with the amounts reported in the related federal financial reports.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF NEW ORLEANS, LOUISIANA**

**SCHEDULE OF PUBLIC SUPPORT, OTHER REVENUES AND EXPENSES BY FUNCTION
FOR THE YEAR ENDED JUNE 30, 1998**

	Supporting Services					Total Program Services
	Association Total	Total Management and General	Land, Building, and Equipment and Administrative	Capital Campaign	Endowment	
Total public support and other revenue:						
Public Support:						
Contributions	\$ 34,201	\$ 3,793	\$ 1,916	\$ 1,877	\$ 0	\$ 30,408
Special events	46,883	46,883	46,883	0	0	0
Board generated self support	81,084	50,676	48,799	1,877	0	30,408
Membership dues	0	0	0	0	0	0
Program service fees	472,860	307,543	307,543	0	0	165,317
Client generated self support	472,860	307,543	307,543	0	0	165,317
Government grants/contracts	1,173,290	0	0	0	0	1,173,290
Investment income	8,678	7,278	7,007	271	0	1,400
Rental income	74,499	67,649	67,649	0	0	6,850
Miscellaneous	10,523	0	0	0	0	10,523
Other revenue	93,700	74,927	74,656	271	0	18,773
Total self-generated revenue	1,820,934	433,146	430,998	2,148	0	1,387,788
United Way designation	10,067	10,067	10,067	0	0	0
CFC designations	1,057	1,057	1,057	0	0	0
Total revenue before United Way allocation	11,124	11,124	11,124	0	0	0
United Way allocation	345,034	0	0	0	0	345,034
Grand total revenue	\$ 2,177,092	\$ 444,270	\$ 442,122	\$ 2,148	\$ 0	\$ 1,732,822

Program Services

Battered Women	Therapeutic Family Care	Parent Aide	Rape Crisis	Opportunities for the Elderly	Youth Development	Child Care	Job Training
\$ 13,107	\$ 0	\$ 0	\$ 16,976	\$ 0	\$ 0	\$ 0	\$ 325
0	0	0	0	0	0	0	0
13,107	0	0	16,976	0	0	0	325
0	0	0	0	0	0	0	0
30	0	0	1,546	0	33,355	130,386	0
30	0	0	1,546	0	33,355	130,386	0
312,353	340,747	99,714	187,022	0	12,515	0	220,939
168	150	117	0	0	8	12	945
0	0	0	0	0	1,850	5,000	0
0	10,445	0	0	0	78	0	0
168	10,595	117	0	0	1,936	5,012	945
325,658	351,342	99,831	205,544	0	47,806	135,398	222,209
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
92,099	0	9,589	115,414	23,429	63,975	40,528	0
\$ 417,757	\$ 351,342	\$ 109,420	\$ 320,958	\$ 23,429	\$ 111,781	\$ 175,926	\$ 222,209

Program Services								
Battered Women	Therapeutic Family Care	Parent Aide	Rape Crisis	Opportunities for the Elderly	Youth Development	Child Care	Job Training	
\$ 136,362	\$ 80,236	\$ 64,080	\$ 178,637	\$ 12,908	\$ 32,298	\$ 81,831	\$ 112,815	
13,568	10,475	6,855	16,090	2,514	4,078	10,471	7,270	
15,597	9,215	7,703	20,391	1,478	2,122	9,924	12,905	
165,527	99,926	78,638	215,118	16,900	38,498	102,226	132,990	
51,297	5,912	5,835	27,458	0	19,356	23,690	46,532	
1,856	4,544	2,623	6,213	186	2,742	1,117	13,224	
44,236	41,385	4,850	63,586	3,453	19,050	20,962	6,711	
97,389	51,841	13,308	97,257	3,639	41,148	45,769	66,467	
2,578	2,660	1,245	5,860	94	2,231	279	587	
3,958	132	713	1,438	0	0	380	396	
6,536	2,792	1,958	7,298	94	2,231	659	983	
13,089	0	340	787	0	0	0	0	
0	0	293	0	0	0	0	1,717	
75,092	229,791	12,494	10,679	0	16,188	0	3,701	
9,500	2,544	1,336	5,498	549	4,968	13,393	9,963	
26,197	1,740	3,396	10,501	1,371	2,045	500	5,775	
3,364	944	320	1,630	63	990	554	273	
1,998	98	203	1,001	100	567	180	237	
461	0	241	0	0	0	0	0	
5,580	1,000	0	185	0	0	0	1,266	
1,004	270	10,134	0	0	0	0	0	
1,100	12,673	0	0	0	0	0	427	
124,296	249,060	28,124	29,494	2,083	24,758	14,627	21,642	
406,837	403,619	122,661	349,954	22,716	106,635	163,281	223,799	
8,808	9,626	2,655	7,576	492	2,309	3,535	4,844	
415,645	413,245	125,316	357,530	23,208	108,944	166,816	228,643	
2,112	(61,903)	(15,896)	(36,572)	221	2,837	9,110	(6,434)	
104,097	(2,604)	22,724	77,480	20,412	70,858	31,765	(15,981)	
\$ 106,209	\$ (64,507)	\$ 6,828	\$ 40,908	\$ 20,633	\$ 73,695	\$ 40,875	\$ (22,415)	

& Tervalon

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

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING
BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

To the Board of Directors
**Young Women's Christian Association of
New Orleans, Louisiana**

We have audited the financial statements of **Young Women's Christian Association of New Orleans, Louisiana (the Association)**, as of and for the year ended June 30, 1998 and have issued our report thereon dated December 14, 1998. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether **the Association's** financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

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

Internal Control Over Financial Reporting

In planning and performing our audit, we considered **the Association's** internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect **the Association's** ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. The reportable condition is described in the accompanying Schedule of Findings and Questioned Costs as item #98-01.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements 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 over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe none of the reportable conditions, described above is a material weakness.

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

This report is intended for the information of the Board of Directors, management, regulatory agencies, federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Bruno & Tervalon
BRUNO & TERVALON
CERTIFIED PUBLIC ACCOUNTANTS

December 14, 1998

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR
PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors of
**Young Women's Christian Association of
New Orleans, Louisiana**

Compliance

We have audited the compliance of **Young Women's Christian Association of New Orleans, Louisiana (the Association)** with the types of compliance requirements described in the *United States Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 1998. **The Association's** major federal programs are identified in the Schedule of Findings and Questioned Costs - Summary of the Independent Auditors' Results. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of **the Association's** management. Our responsibility is to express an opinion on **the Association's** compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR
PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133
CONTINUED

Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about **the Association's** compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on **the Association's** compliance with those requirements.

In our opinion, **Young Women's Christian Association of New Orleans, Louisiana** complied, in all material respects, with the requirements referred to previously that are applicable to each of its major federal programs for the year ended June 30, 1998. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements that is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying Schedule of Findings and Questioned Costs as Item #98-01.

Internal Control Over Compliance

The management of **the Association** is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered **the Association's** internal control over compliance with requirements that could have a direct

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR
PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133
CONTINUED

Internal Control Over Compliance. Continued

and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

We noted a certain matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect **the Association's** ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts and grants. The reportable condition is described in the accompanying Schedule of Findings and Questioned Costs as Item #98-01.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to the major federal program 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 over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is not a material weakness.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR
PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133
CONTINUED

This report is intended for the information of the Board of Directors, management, the Legislative Auditor of the State of Louisiana, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Bruno & Tervalon

BRUNO & TERVALON
CERTIFIED PUBLIC ACCOUNTANTS

December 14, 1998

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
SUMMARY OF THE INDEPENDENT AUDITORS' RESULTS AND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 1998

Section I - Summary of Independent Auditors' Results

Financial Statements

Type of auditors' report issued: **unqualified**

Internal control over financial reporting:

- Material weaknesses identified? **yes** **no**
- Reportable conditions identified that are not considered to be material weaknesses? **yes** **none reported**

Noncompliance material to financial statements noted? **yes** **no**

Federal Awards

Internal control over major programs:

- Material weaknesses identified? **yes** **no**
- Reportable conditions identified that are not considered to be material weaknesses? **yes** **none reported**

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
SUMMARY OF THE INDEPENDENT AUDITORS' RESULTS AND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 1998

Section I - Summary of the Independent Auditors' Results
(CONTINUED)

Type of auditors' report issued on compliance for major programs: **unqualified**

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133 X yes no

Identification of major program:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
93.667	Therapeutic Family Care
93.667	Private Foster Care

Dollar threshold used to distinguish between type A and type B programs: **\$300,000**

Auditee qualified as low-risk auditee? X yes no

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
SUMMARY OF THE INDEPENDENT AUDITORS' RESULTS AND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 1998

Section II - Financial Statements Findings

#98-1 Timely Preparation of Bank Reconciliations

Condition

During our audit, we noted that all bank reconciliations were not prepared timely. Six (6) months of bank reconciliations were not performed as of the start of our fieldwork on October 5, 1998. However, these accounts were reconciled prior to the completion of our fieldwork.

Recommendation

Management should evaluate internal control over cash transactions on an on-going basis to eliminate the possibility of future occurrence of the above condition.

Management's Response

Subsequent to the year-end, management has implemented controls considered necessary to ensure that all bank reconciliations are performed on monthly basis. These reconciliations are reviewed by the Fiscal Director.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
SUMMARY OF THE INDEPENDENT AUDITORS' RESULTS AND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED
FOR THE YEAR ENDED JUNE 30, 1998

Section III - Federal Award Findings and Questioned Costs

There were no reportable conditions, material weaknesses and no instances of noncompliance that were required to be reported in accordance with Section 510(a) of OMB Circular A-133.

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

<u>REFERENCE NUMBER</u>	<u>DESCRIPTION</u>	<u>RESOLVED</u>
97-01	Records Retention and Storage	X
97-02	Fixed Assets	X

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**

EXIT CONFERENCE

The audit report was discussed with representatives of **the Association**. Those persons participating in the discussion were:

**YOUNG WOMEN'S CHRISTIAN ASSOCIATION
OF
NEW ORLEANS, LOUISIANA**

Dr. Carolyn Weaver	–	President, Board of Directors
Ms. Li Ting Lau	–	Treasurer, Board of Directors
Mrs. Gail Glapion	–	Executive Director
Ms. Gertrude Galloway	–	Associate Executive Director
Mrs. Enefaa Nwosu	–	Fiscal Director

BRUNO & TERVALON, CERTIFIED PUBLIC ACCOUNTANTS

Mr. Michael B. Bruno, CPA	--	Engagement/Managing Partner
Mr. Joseph A. Akanji, CPA	–	Engagement Supervisor