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**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**

**FINANCIAL AND COMPLIANCE AUDIT  
TOGETHER WITH  
INDEPENDENT AUDITORS' REPORT**

**FOR THE YEAR ENDED DECEMBER 31, 2004**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the 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 7/27/05

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## INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying statement of financial position of **Dryades Young Men's Christian Association (the Association)** as of December 31, 2004, and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of **the Association's** management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **the Association** as of December 31, 2004, and the changes in its net assets, statements of functional expenses and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

**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 June 20, 2005 on our consideration of **the Association's** internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*, and should be read in conjunction with this report in considering the results of our audit. Also, that report contained an instance of noncompliance and a reportable condition.

Bruno & Tervalon LLP

**BRUNO & TERVALON LLP**  
**CERTIFIED PUBLIC ACCOUNTANTS**

June 20, 2005

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 2004**

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ASSETS

Cash and cash equivalents (NOTE 2 and 22)	\$ 884,925
Grants receivable (NOTE 18)	1,139,793
Amounts receivable, net (NOTE 4)	101,013
United Way funding (NOTE 8)	207,959
Prepaid items	46,146
Cash surrender value of life insurance, net (NOTE 10)	39,524
Investments (NOTES 8 and 11)	13,838
Land	455,295
Property and equipment, net (NOTE 3 and 17)	<u>5,794,728</u>
 Total assets	 <u>\$8,683,221</u>

LIABILITIES AND NET ASSETS

Liabilities

Amounts payable (NOTE 20)	\$ 974,663
Salaries and taxes payables (NOTE 13)	88,661
Accrued interest payable	22,800
Deferred revenue	15,184
Capital lease obligation (NOTE 23)	11,749
Notes payable (NOTE 5 and 15)	<u>427,000</u>

Total liabilities \$1,540,057

CONTINGENCIES AND COMMITMENTS  
(NOTES 12, 15 and 17)

Net assets:

Unrestricted	6,929,085
Temporarily restricted (NOTE 8)	207,959
Permanently restricted (NOTE 8)	<u>6,120</u>

Total net assets 7,143,164

Total liabilities and net assets \$8,683,221

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

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

	<u>UNRESTRICTED NET ASSETS</u>	<u>TEMPORARILY RESTRICTED NET ASSETS</u>	<u>PERMANENTLY RESTRICTED NET ASSETS</u>	<u>TOTAL</u>
<u>SUPPORT AND REVENUES</u>				
Support:				
United Way Funding - next period	\$ -0-	\$ 129,764	\$ -0-	\$ 129,764
Grants - City of New Orleans	950,133	-0-	-0-	950,133
Grants - Federal pass-through City of New Orleans	56,293	-0-	-0-	56,293
Orleans Parish School Board	2,336,813	-0-	-0-	2,336,813
Grants - State of Louisiana	2,700,461	-0-	-0-	2,700,461
Grants - Federal pass-through State of Louisiana	549,136	-0-	-0-	549,136
In-kind (NOTE 9)	565,052	-0-	-0-	565,052
Net assets released from restrictions:				
United Way	123,013	-0-	-0-	123,013
United Way CFC	5,192	-0-	-0-	5,192
United Way Designations (NOTE 8)	4,773	-0-	-0-	4,773
United Way Funding - current (expiration of time restriction)	-0-	(132,978)	-0-	(132,978)
Restrictions satisfied by payments/ disbursements (NOTE 8)	<u>1,364,535</u>	<u>(1,364,535)</u>	<u>-0-</u>	<u>-0-</u>
Total support	<u>8,655,401</u>	<u>(1,367,749)</u>	<u>-0-</u>	<u>7,287,652</u>

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

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**STATEMENT OF ACTIVITIES, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

	<u>UNRESTRICTED</u> <u>NET ASSETS</u>	<u>TEMPORARILY</u> <u>RESTRICTED</u> <u>NET ASSETS</u>	<u>PERMANENTLY</u> <u>RESTRICTED</u> <u>NET ASSETS</u>	<u>TOTAL</u>
Revenues:				
Membership dues	\$ 2,370	\$ -0-	\$ -0-	\$ 2,370
Program income and fees	39,285	-0-	-0-	39,285
Interest income	4,124	3,157	36	7,317
Rental income	173,760	-0-	-0-	173,760
Contributions and donations	8,379	-0-	-0-	8,379
Support from other programs	47,248	306,656	-0-	353,904
Other	<u>122,779</u>	<u>160</u>	<u>-0-</u>	<u>122,939</u>
Total revenues	<u>397,945</u>	<u>309,973</u>	<u>36</u>	<u>707,954</u>
Total support and revenues	<u>9,053,346</u>	<u>(1,057,776)</u>	<u>36</u>	<u>7,995,606</u>

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

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**STATEMENT OF ACTIVITIES, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

	<u>UNRESTRICTED NET ASSETS</u>	<u>TEMPORARILY RESTRICTED NET ASSETS</u>	<u>PERMANENTLY RESTRICTED NET ASSETS</u>	<u>TOTAL</u>
Expenses:				
Program services	\$4,504,803	\$ -0-	\$ -0-	\$4,504,803
Management and general	<u>659,230</u>	<u>-0-</u>	<u>-0-</u>	<u>659,230</u>
Total expenses	<u>5,164,033</u>	<u>-0-</u>	<u>-0-</u>	<u>5,164,033</u>
Change in net assets	3,889,313	(1,057,776)	36	2,831,573
Net assets, beginning of year	<u>3,039,772</u>	<u>1,265,735</u>	<u>6,084</u>	<u>4,311,591</u>
Net assets, end of year	<u>\$6,929,085</u>	<u>\$ 207,959</u>	<u>\$6,120</u>	<u>\$7,143,164</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, 2004**

	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>
Salaries and wages	\$1,338,497	\$268,060	\$1,606,557
Employee benefits and payroll taxes	375,245	79,863	455,108
Professional fees and contract services	715,700	25,250	740,950
Supplies	51,356	8,929	60,285
Instructional material and supplies	99,000	-0-	99,000
Telephone	19,552	4,330	23,882
Postage and shipping	3,190	1,643	4,833
Professional development	22,572	-0-	22,572
Utilities	55,677	1,795	57,472
Occupancy	294,017	19,016	313,033
Printing	28,740	12,797	41,537
Equipment rental	3,655	2,952	6,607
Repairs and maintenance	34,289	1,284	35,573
Dues and subscriptions	-0-	1,863	1,863
Conferences and conventions	65,784	25,871	91,655
Transportation and travel	36,159	428	36,587
Dues to National YMCA	7,607	12,510	20,117
Insurance	82,549	6,406	88,955
Other expenses	120,223	80,538	200,761
Capital expenditures	13,047	-0-	13,047
Food cost	48,893	-0-	48,893
Advertisement (NOTE 2)	28,049	2,413	30,462
Student activities	38,866	-0-	38,866
Support in-kind	565,052	-0-	565,052
Interest expense	6,957	5,797	12,754
Support to other programs	351,262	2,641	353,903
Demolition Costs	-0-	3,671	3,671
Loss on disposal of building	-0-	<u>34,581</u>	<u>34,581</u>
Total expenses before depreciation and amortization	4,405,938	602,638	5,008,576
Depreciation and amortization	<u>98,865</u>	<u>56,592</u>	<u>155,457</u>
Total	<u>\$4,504,803</u>	<u>\$659,230</u>	<u>\$5,164,033</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, 2004**

Cash Flows from Operating Activities:	
Change in net assets	\$2,831,573
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation and amortization	155,457
Loss on disposal of property	34,581
Decrease in amounts receivable	120,952
Increase in grants receivable	(910,904)
Decrease in prepaid items	15,817
Decrease in United Way funding	3,214
Increase in accounts payable	628,626
Decrease in salaries and taxes payables	(38,202)
Increase in deferred revenue	15,184
Increase in accrued interest payable	5,141
Decrease in due to National YMCA	(496)
Increase in cash surrender value of life insurance, net	<u>(3,928)</u>
Net cash provided by operating activities	<u>2,857,015</u>
Cash Flows from Investing Activities:	
Purchase of property and equipment	(268,241)
Purchase of investment	(7,754)
Additions to construction-in-progress	<u>(3,815,164)</u>
Net cash provided by investing activities	<u>(4,091,159)</u>
Cash Flows from Financing Activities:	
Payments on notes payable	(51,238)
Additions to notes payable	<u>427,000</u>
Net cash used in financing activities	<u>375,762</u>
Net increase in cash and cash equivalents	858,382
Cash and cash equivalents, beginning of year	<u>1,947,954</u>
Cash and cash equivalents, end of year	<u><u>\$1,089,572</u></u>
Supplemental Disclosures:	
Non cash Investing and Financing Activities:	
Donated property	<u>\$ 1,875</u>
Interest paid during the year ended December 31, 2004	<u>\$ 7,564</u>

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

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

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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 Adolescent Drug Free Rehabilitation Programs through grants received from the City of New Orleans, the State of Louisiana and contributions from the United Way of Greater New Orleans. Also, **the Association** operates a charter school which is funded by the State of Louisiana and the Orleans Parish School Board. Several of these grants originate at the federal level and as such are deemed federal pass-through grants. See Schedule V for Schedule of Expenditures of Federal Awards.

General Data

As of December 31, 2004, **the Association** administered the following active programs and grants:

- o General
- o Building Rental
- o Food Service
- o School of Commerce
- o Youth Development and Outreach
- o Endowment Fund - Restricted
- o James M. Singleton Charter School
- o Governor's Office of Urban Affairs and Development
- o Community Based
- o Restoration
- o 21<sup>st</sup> Century Learning Center
- o After School for All II and III
- o Act 14 of 2003
- o Act 1 of 2004
- o Supplemental Educational Services

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

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NOTE 1 - Background and General Data, Continued:

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

General Data, Continued

Included in general are the following:

- o Support from United Way of Greater New Orleans (United Way Designations, Combined Federal Campaign (CFC), and Others);
- o Support from the State of Louisiana Block Grant-Vendor and Project Independence Payments (Infant Day Care);
- o Membership Dues;
- o Program Income and Fees;
- o Special Events - Self Support;
- o Public Contributions and Donations;
- o Total Community Action; and
- o Orleans Parish School Board.

The resources of general 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

Property located at 2226-28 Oretha Castle Haley Boulevard was purchased with the intent 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 eligible children enrolled in the Infant Day Care Program.

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

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NOTE 1 - Background and General Data, Continued:

General Data, Continued

o School of Commerce

The School of Commerce, funded by 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.

o Drug Abuse and Abatement

The Drug Abuse and Abatement Program is funded by the City of New Orleans for the purpose of identifying, recruiting and counseling youth 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 Youth Development and Outreach

The Youth Development and Outreach Program is funded by resources from the general fund, Orleans Parish School Board, and United Way. The purpose of the program is to provide tutorial services to youth ages 12 to 14 and to reduce crime and loitering by youth in the district area through counseling and follow-up of youth and their families.

o Endowment Fund - Restricted

This Fund is established to account for the revenue and expenses related to a restricted donation (see NOTE 9).

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

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NOTE 1 - Background and General Data, Continued:

General Data, Continued

o James M. Singleton Charter School

An independent charter school funded by the State of Louisiana Board of Elementary and Secondary Education (BESE) and the Orleans Parish School Board (OPSB) to provide a framework for educational experimentation through the creation of a mechanism to accomplish the following objectives:

- Improve pupil learning and, in general, the public school system;
- Increase learning opportunities and access to quality education for pupils;
- Encourage the use of different and innovative teaching methods and a variety of governance, management, and administrative structures;
- Require appropriate assessment and measurement of academic learning results;
- Account better and more thoroughly for educational results; and
- Create new professional opportunities for teachers and other school employees.

o Governor's Office of Urban Affairs and Development (GOUAD)

Funding for GOUAD is used primarily to support activities of the School of Commerce and Youth Development Programs.

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

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NOTE 1 - Background and General Data, Continued:

General Data, Continued

o Community Based

Funding for the Community Based Program is used primarily to provide tutorial services to students in grades K through 12.

o Restoration

Funds received from contributions and donations resulting from various fundraising campaigns are being used primarily for the construction of a new building for **the Association**.

o 21<sup>st</sup> Century Learning Center

Funding through the State Department of Education is used for tutoring program participants in grades 6<sup>th</sup> - 8<sup>th</sup> during out-of-school hours and over the summer.

o After School for All II and III

The After School for All program, funded by the State of Louisiana Department of Education, provides tutoring services during out-of-school hours to needy families and summer enrichment activities during the summer months.

o Act 14 of 2003

The funds received from Act 14 will provide temporary facilities for the Early Childhood Development Program and the School of Commerce Program in an effort to increase participation and enrollment in both programs.

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

---

NOTE 1 - Background and General Data, Continued:

General Data, Continued

o Act 1 of 2004

The funds received from Act 1 will provide leadership development training for Junior and Senior High School youths in Government/Civil Educational Programs and provide temporary classroom facilities for the School of Commerce.

o Supplemental Educational Services

The funds are used to offer supplemental education to children who are attending level one or level two schools in Louisiana. Only free and reduced lunch students are eligible from grades K- 12<sup>th</sup>.

NOTE 2 - Summary of Significant Accounting Policies:

Principles of Accounting

The financial statements of **the Association's** are prepared in accordance with accounting principles generally accepted in the United States of America and are prepared on the accrual basis.

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. At December 31, 2004, the allowance for uncollectible amounts is \$45,526.

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

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NOTE 2 - Summary of Significant Accounting Policies, Continued:

Use of Estimates

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

Advertising Costs

Advertising costs are charged to operations when incurred. **The Association** had no direct-response advertising costs during 2004; however, the total nondirect response advertising for the year ended December 31, 2004 was \$30,462.

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, Orleans Parish School Board, State of Louisiana (BESE), program fees, membership dues, and special events.

Contributed Services

During the year ended December 31, 2004, the value of contributed services meeting the requirements for recognition in **the Association's** financial statements have been recorded.

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

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NOTE 2 - Summary of Significant Accounting Policies, Continued:

Property and Equipment

**The Association** follows the practice of capitalizing all property and equipment expenditures over \$500. Donated items received are recorded at the fair value at time of receipt. Depreciation is computed under the straight-line method for all depreciable assets over their respective estimated useful lives. **The Association** depreciates property and equipment using the following estimated useful lives:

<u>Asset</u>	<u>Estimated Useful Lives</u>
Building	20
Building improvements	10-15
Furniture and equipment	5

Land is recorded at cost or estimated cost.

Functional Allocation of Expenses

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

Statement of Cash Flows

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.

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

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NOTE 2 - Summary of Significant Accounting Policies, Continued:

Leasehold Improvements

Leasehold improvements are capitalized at cost and amortized over the shorter of the lease term or useful life. Amortization for leasehold improvements for the year ended December 31, 2004, has been recorded in the accompanying financial statements.

Financial Statement Presentation

As required by SFAS No. 116, **the Association** recognizes 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, are recognized as expenses in the period made at their fair value.

Also, **the Association** reports 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** presents a statement of cash flows in the accompanying financial statements.

Fair Value of Financial Instruments

The estimated fair value of all significant financial statement amounts have been determined by **the Association** using available market information and appropriate valuation methodologies.

**The Association** considers the carrying amounts of cash and cash equivalents, investments, promises due in less than one year, accounts payable, accrued and other liabilities and notes payable to be at fair market.

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

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NOTE 2 - Summary of Significant Accounting Policies, Continued:

Budgetary Data

**The Association** formally adopts a budget. The budgetary data are submitted to the United Way of Greater New Orleans, State of Louisiana, Orleans Parish School Board and the City of New Orleans for specific program approval.

Totals Memorandum Only

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

Investments

**The Association** has elected to adopt SFAS No. 124, "*Accounting for Investments Held by Not-for-Profit Organizations.*" Under the SFAS, investments in marketable securities with readily determinable fair values and all debt securities are reported at their fair values.

Interprogram Activities

All interprogram due from/to activities have been netted on the accompanying Statement of Financial Position.

Capital Leases

Leases meeting the criteria of a capital lease as defined by SFAS No. 13 are recorded at inception at the present value of its future minimum lease payments. The assets are depreciated over the lower of their related lease term or estimated productive lives.

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

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NOTE 3 - Property and Equipment, net:

At December 31, 2004, property and equipment consisted of the following:

	Balance January 1, <u>2004</u>	<u>Additions</u>	Retirements/ <u>Transfers</u>	Balance December 31, <u>2004</u>
Building and building improvements	\$ 750,779	\$ 187,143	\$34,581	\$ 903,341
Furniture and Equipment	439,604	18,442	-0-	458,046
Leasehold improvements	88,187	-0-	-0-	88,187
Property held under capital lease	30,337	-0-	-0-	30,337
Construction-in-progress	<u>993,774</u>	<u>3,815,164</u>	<u>-0-</u>	<u>4,808,938</u>
Sub-total	2,302,681	4,020,749	34,581	6,288,849
Less: accumulated depreciation and amortization	<u>(338,664)</u>	<u>(155,457)</u>	<u>-0-</u>	<u>(494,121)</u>
Total	<u>\$1,964,017</u>	<u>\$3,865,292</u>	<u>\$34,581</u>	<u>\$5,794,728</u>

Construction-in-progress represents real property acquisitions and building design and related costs incurred in connection with the construction of **the Association's** new building.

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

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NOTE 4 - Amounts Receivable, net:

Following is a summary of amounts receivable at December 31, 2004:

Contributions and donations receivable	\$124,526
Other amounts receivable	<u>22,013</u>
Subtotal	146,539
Allowance for doubtful accounts	<u>(45,526)</u>
Net total	<u>\$101,013</u>

NOTE 5 - Notes Payable:

Included in notes payable is a \$210,000 deferred loan from the City of New Orleans. The deferred loan represents funding to accomplish the Community Development Block Grant Project entitled Dryades YMCA Improvements, Phase II, CD#50-075. On each anniversary date of the loan, beginning one year after the construction is completed, the sum of \$42,083 will be forgiven. The forgiveness is subject however, to the promise that should for any reason the contractor sell or convert the property into an ineligible Community Development Block Grant use, the prorata of the loan will become immediately due in full, payable to the City of New Orleans. The accrued interest on the note was immaterial in dollar amount at December 31, 2004

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

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NOTE 6 - Income Taxes:

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

NOTE 7 - 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, 12% of their respective gross salary. Pension costs are funded on a current basis. **The Association's** total pension costs for 2004 is \$126,952.

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

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NOTE 8 - Temporarily and Permanently Restricted Net Assets:

At December 31, 2004, temporarily and permanently restricted net assets consisted of the following:

<u>Description</u>	<u>Cost</u>	<u>Approximate Market Value</u>
<u>Temporarily Restricted Net Assets:</u>		
United Way funding	<u>\$207,959</u>	<u>\$207,959</u>
Total temporarily restricted net assets	<u>\$207,959</u>	<u>\$207,959</u>

The United Way funding covers the period January 2005 through June 2006.

<u>Permanently Restricted Net Assets:</u>	<u>Cost</u>	<u>Approximate Market Value</u>
<u>Endowment Fund:</u>		
Investment in Y-Mutual Insurance, Ltd.	\$4,511	\$4,511
Endowment Trust Fund	<u>1,609</u>	<u>1,609</u>
Total permanently restricted net assets	<u>\$6,120</u>	<u>\$6,120</u>

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

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NOTE 9 - In-kind:

At December 31, 2004, in-kind contributions represent donated facilities to **the Association** by the New Orleans Youth Foundation and staffing services donated by the Orleans Parish School Board.

NOTE 10 - Cash Surrender Value of Life Insurance:

**The Association** is the beneficiary of insurance policies on the lives of five (5) current and two (2) former employee of **the Association**. At December 31, 2004, the net cash surrender value on these life insurance policies was \$39,524.

An analysis net of the cash surrender value follows:

Accumulated cash value	\$118,130
Less loans payable	<u>(78,606)</u>
Net cash surrender value	<u>\$ 39,524</u>

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

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NOTE 11 - Investments:

At December 31, 2004, **the Association** held securities with original maturity dates greater than 3 months. The investments are stated at estimated fair value. At December 31, 2004, investments at costs and estimated fair market value are as follows:

	<u>Cost</u>	<u>Estimated Fair Market Value</u>
Equity Mutual Fund	\$12,229	\$12,229
Government Income Fund	<u>1,609</u>	<u>1,609</u>
Total investment	<u>\$13,838</u>	<u>\$13,838</u>

The investment costs approximated their estimated market values and interest income/dividends were immaterial in dollar amount.

NOTE 12 - Contingencies and Commitments:

**The Association** is a recipient of direct and pass through grants from the State of Louisiana, the City of New Orleans, Orleans Parish School Board and the United Way of Greater New Orleans, as applicable. These grants are governed by various guidelines, regulations and contractual agreements. The administration of the programs and activities funded by these grants is under the control and administration of **the Association** and is subject to audit and/or review by the applicable funding sources. Any grants or award funds found to be not properly spent in accordance with the terms, conditions and regulations of the funding sources may be subject to recapture.

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

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NOTE 13 - Salaries and Taxes Payables:

At December 31, 2004, salaries and taxes payables consisted of the following:

Salaries payable	\$ 29,415
Taxes payable	<u>59,246</u>
Total	<u>\$ 88,661</u>

NOTE 14 - Risk Management:

**The Association** is exposed to various risks 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.

NOTE 15 - Line of Credit:

**The Association** has a \$500,000 non revolving line of credit with a bank, of which \$217,000 was advanced to **the Association** at December 31, 2004. The advance bears interest at 6.25% and consists of monthly interest only payments. The advance matures May 15, 2006, at which time a balloon payment consisting of principal and accrued interest is due.

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

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NOTE 16 - Related Party:

**The Association** leases office space under an operating lease with a member of management in the amount of \$2,500 per month, or \$30,000 annually. Additionally, **the Association** engaged the member as an independent consultant. For the year ended December 31, 2004, **the Association's** payments to the member totaled \$42,000, consisting of annual lease payments totaling \$30,000 and consulting fees totaling \$12,000.

NOTE 17 - Cooperative Endeavor:

On April 18, 2001, **the Association** executed a cooperative agreement with the State of Louisiana (Division of Administration) pursuant to Act 21, of the 2000 regular session of the Louisiana Legislature.

The Act appropriated various levels of funding designated as "Priority 2" in the amount of \$1,300,000; "Priority 4" in the amount of \$1,700,000; and "Priority 5" in the amount of \$1,000,000.

Furthermore, the legislature adopted the issuance of State general obligation bonds secured by a full pledge of the full faith and credit of the State and other funds in an amount not to exceed \$1,300,000.

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

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NOTE 17 - Cooperative Endeavor, Continued:

In addition, the Bond Commission granted a cash line of credit for the project on the 28<sup>th</sup> day of September, 2000, in the amount of \$200,000 and on the 3<sup>rd</sup> day of February 2003, granted a state non-cash line of credit in the amount of \$1,500,000; and further authorized that all of the funds appropriated, in the absence of express language to the contrary, shall be considered as having been appropriated directly to the Office of Facility Planning and Control (FP&C), and that all of the funds appropriated under the name of authorities created by the Legislature, political subdivisions of the State or local governing bodies or boards, shall be administered by FP&C under cooperative endeavor agreements.

On December 1, 2003, the second amended Cooperative Agreement between the State of Louisiana and **the Association's** FP & C, Project # 50-NJ9-00B-01, for the Dryades Reconstruction, planning and construction was executed.

The proposed budget reflects the existing \$300,000 in General Fund, reauthorization of existing \$1,000,000 cash line of credit, the conversion of a previous line of credit (\$1,500,000) to a cash line of credit, and a \$500,000 cash line of credit and a \$1,100,000 non-cash line of credit received in September 2003 and an additional \$500,000 non-cash line of credit received at the November 2003 Bond Commission Meeting.

On September 24, 2003, the second amendment to the Cooperative Endeavor Agreement between the City of New Orleans and the Dryades YMCA Facility was introduced by the City Council and subsequently passed and signed by the Mayor of the City of New Orleans. This Cooperative Endeavor Agreement will reimburse **the Association** up to \$1,485,000 towards the actual construction of **the Association's** Gymnasium and Natatorium.

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

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NOTE 18 - Grants Receivable:

At December 31, 2004, grants receivable consisted of the following:

State of Louisiana	\$ 583,251
City of New Orleans	420,364
Orleans Parish School Board	<u>136,178</u>
Total	<u>\$1,139,793</u>

NOTE 19 - Concentration of Risk:

**The Association** receives primarily all of its revenues from the State of Louisiana and the City of New Orleans as a pass through subgrantee. If the amount of revenues received should fall below contract levels, **the Association's** operating results could be adversely affected.

NOTE 20 - Amounts Payable:

At December 31, 2004, amounts payable consisted of the following:

Vendors	\$625,535
City of New Orleans	250,000
OPSB	75,275
Other	<u>23,853</u>
Total	<u>\$974,663</u>

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

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NOTE 21 - Per Diem to Board of Directors:

During the year ended December 31, 2004, no per diem was paid to the Board of Directors in their capacity as directors.

NOTE 22 - Cash:

At December 31, 2004, the carrying amount of **the Association's** cash deposits is \$884,925 and the cumulative collected bank balance was \$1,250,596. The cumulative collected bank balance is covered by federal depository insurance. Custodial credit risk is the risk that in the event of a failure by the financial institution, **the Association's** deposits may not be returned to it. **The Association** has no deposit policy for custodial credit risk, and at December 31, 2004, \$874,277 of **the Association's** bank balances were exposed to custodial risk. Under state laws, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of such pledged securities and deposit insurance must equal or exceed the amount on deposit with the fiscal agent.

NOTE 23 - Capital Lease Obligation:

Included in the notes payable balance are two (2) 36 month capital leases which expire on March 21, 2005 and August 13, 2006, respectively. Monthly principal and interest installment payments are \$290 and \$584 respectively.

Minimum future lease payments under lease as of December 31, 2004 for each of the next three (3) years are:

<u>Years Ending December 31,</u>	<u>Amount</u>
2005	\$ 7,662
2006	<u>4,472</u>
Subtotal	12,134
Less amount representing interest	<u>(385)</u>
Present value of minimum lease payments	<u>\$11,749</u>

**SUPPLEMENTARY INFORMATION**



Member  
American Institute of  
Certified Public Accountants  
Society of Louisiana  
Certified Public Accountants

Michael B. Bruno, CPA  
Alcide J. Tervalon, Jr., CPA  
Waldo J. Moret, Jr., CPA  
Paul K. Andoh, Sr., CPA

**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, 2004, appears on page 1. That audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole.

The supplementary information (Schedules I through V) which is prepared in accordance with accounting principles generally accepted in the United States of America, has been subjected to the procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The supplementary information (Exhibits I and II) has not been subjected to the auditing procedures applied in the audit of the basic financial statements and we express no opinion on it.

*Bruno & Tervalon LLP*

**BRUNO & TERVALON LLP  
CERTIFIED PUBLIC ACCOUNTANTS**

June 20, 2005

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
COMBINING STATEMENT OF FINANCIAL POSITION  
DECEMBER 31, 2004

	CITY OF NEW ORLEANS				
	Division of Housing and Neighborhood Development				
	COMMUNITY DEVELOPMENT BLOCK GRANT				
	General	Building Rental	Philip Street Renovation	Youth Intervention	
<b>ASSETS</b>					
Cash and cash equivalents	\$ 46,645	\$ -0-	\$ 94	\$ 6,063	
Amounts receivable, net	22,888	-0-	-0-	-0-	
Grants receivable	143,269	-0-	-0-	10,781	
United Way funding	-0-	-0-	-0-	-0-	
Due from other programs	146,623	-0-	6,213	-0-	
Prepaid items	46,026	-0-	-0-	-0-	
Cash surrender value of life insurance, net	39,524	-0-	-0-	-0-	
Investments	7,718	-0-	-0-	-0-	
Land	446,695	8,600	-0-	-0-	
Property and equipment, net	795,880	-0-	-0-	-0-	
Total assets	\$ 1,695,268	\$ 8,600	\$ 6,307	\$ 16,844	

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
COMBINING STATEMENT OF FINANCIAL POSITION, CONTINUED  
DECEMBER 31, 2004

STATE OF LOUISIANA

DEPARTMENT OF EDUCATION	APPROPRIATIONS				DEPARTMENT OF EDUCATION					
	Act 14	Act I	After School For All I	After School For All II	More In the Middle	Summer Read	After School For All III	21st Century Learning Center		
<b>ASSETS</b>										
Cash and cash equivalents	\$ -0-	\$ -0-	\$ -0-	\$ 39,718	\$ -0-	\$ -0-	\$ 35,558	\$ -0-	\$ -0-	\$ 2,187
Amounts receivable, net	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Grants receivable	-0-	12,250	-0-	-0-	-0-	-0-	13,943	-0-	-0-	2,187
United Way funding	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Due from other programs	-0-	23,934	-0-	-0-	4	15,795	-0-	-0-	-0-	-0-
Prepaid items	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Cash surrender value of life insurance, net	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Investments	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Land	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Property and equipment, net	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
<b>Total assets</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ 36,184</b>	<b>\$ 39,718</b>	<b>\$ 4</b>	<b>\$ 15,795</b>	<b>\$ 49,501</b>	<b>\$ -0-</b>	<b>\$ 2,187</b>	<b>\$ 2,187</b>

See Independent Auditors' Report on Supplementary Information.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
COMBINING STATEMENT OF FINANCIAL POSITION, CONTINUED  
DECEMBER 31, 2004

STATE OF LOUISIANA

ASSETS	Louisiana Stadium and Exposition District		Governor's Office of Urban Affairs and Development		OFFICE OF FAMILY SUPPORT		DEPARTMENT OF AGRICULTURE		DEPARTMENT OF EDUCATION		ORLEANS PARISH SCHOOL BOARD		DEPARTMENT OF EDUCATION		Restoration	Restoration/Temporarily Restricted	Endowment	Totals (Memorandum Only)
Cash and cash equivalents	\$ 209	\$ 631	\$ 89,381	\$ 20,962	\$ 3,018	\$ 512,151	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 884,925
Amounts receivable, net	-	5,625	-	-	-	-	-	-	-	-	-	-	-	-	-	72,500	-	101,013
Grants receivable	-	51,442	-	11,337	780	1,684	-	-	892,120	-	-	-	-	-	-	-	-	1,139,793
United Way funding	-	-	-	-	-	-	-	-	-	-	-	-	-	-	207,959	-	-	207,959
Due from other programs	-	-	37,203	-	-	8,588	-	-	-	55,607	-	-	-	-	306,656	-	-	600,623
Prepaid items	-	-	-	-	-	45	-	-	-	-	-	-	-	-	75	-	-	46,146
Cash surrender value of life insurance, net	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	39,524
Investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,120	-	13,838
Land	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	455,295
Property and equipment, net	63,555	-	-	-	-	126,355	-	-	4,808,938	-	-	-	-	-	-	-	-	5,794,728
<b>Total assets</b>	<b>\$ 63,764</b>	<b>\$ 57,698</b>	<b>\$ 126,584</b>	<b>\$ 32,299</b>	<b>\$ 3,798</b>	<b>\$ 648,823</b>	<b>\$ 55,607</b>	<b>\$ 5,701,058</b>	<b>\$ 717,685</b>	<b>\$ 6,120</b>	<b>\$ 9,283,844</b>							

See Independent Auditors' Report on Supplementary Information.



**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
COMBINING STATEMENT OF FINANCIAL POSITION, CONTINUED  
DECEMBER 31, 2004

STATE OF LOUISIANA

	DEPARTMENT OF EDUCATION				DEPARTMENT OF EDUCATION				
	TEEN PREGNANCY II	Act 14	Act I	After School For All I	After School For All II	More In the Middle	Summer Read	After School For All III	21st Century Learning Center
<b>LIABILITIES AND NET ASSETS</b>									
Liabilities:									
Amounts payable	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 360	\$ -0-
Salaries and taxes payables	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Accrued interest payable	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Due to other programs	40	-0-	21,000	-0-	-0-	-0-	-0-	26,841	2,187
Deferred revenue	-0-	-0-	15,184	-0-	-0-	-0-	-0-	-0-	-0-
Capital lease obligation	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Note payable	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Line of credit	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
<b>Total liabilities</b>	40	-0-	36,184	-0-	-0-	-0-	-0-	27,201	2,187
<b>Net assets</b>	(40)	-0-	-0-	-0-	39,718	4	15,795	22,300	-0-
<b>Total liabilities and net assets</b>	\$ -0-	\$ -0-	\$ 36,184	\$ -0-	\$ 39,718	\$ 4	\$ 15,795	\$ 49,501	\$ 2,187

See Independent Auditors' Report on Supplementary Information.



DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
COMBINING STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2004

	General	Building Rental	Philip Street Renovation	Youth Intervention
<b>CITY OF NEW ORLEANS</b>				
Division of Housing and Neighborhood Development				
<b>COMMUNITY DEVELOPMENT BLOCK GRANT</b>				
Support:				
United Way Funding-next period	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Grants-City of New Orleans	-0-	-0-	-0-	-0-
Grants-Federal pass-through City of New Orleans	-0-	-0-	-0-	56,293
Orleans Parish School Board	347,582	-0-	-0-	-0-
Grants-State of Louisiana	-0-	-0-	-0-	-0-
Grants-Federal pass-through State of Louisiana	103,287	-0-	-0-	-0-
In-kind	-0-	-0-	96,000	469,052
Net assets released from restrictions:				
United Way	123,013	-0-	-0-	-0-
United Way CFC	5,192	-0-	-0-	-0-
United Way Designation	4,773	-0-	-0-	-0-
United Way Funding-current (expiration of time restriction)	-0-	-0-	-0-	-0-
United Way Funding-next period	-0-	-0-	-0-	-0-
Restrictions satisfied by payments/disbursements	75,023	-0-	-0-	-0-
Total support	658,870	-0-	96,000	525,345

See independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
COMBINING STATEMENT OF ACTIVITIES, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

	CITY OF NEW ORLEANS			
	Division of Housing and Neighborhood Development			
	COMMUNITY DEVELOPMENT BLOCK GRANT			
	General	Building Rental	Philip Street Renovation	Youth Intervention
Revenues:				
Membership dues	\$ 2,370	\$ -0-	\$ -0-	\$ -0-
Program income and fees	39,285	-0-	-0-	-0-
Interest income	2,579	-0-	-0-	-0-
Rental income	173,760	-0-	-0-	-0-
Contributions and donations	8,379	-0-	-0-	-0-
Support from other programs	25,277	-0-	-0-	-0-
Other	117,187	-0-	-0-	-0-
Total revenues	368,837	-0-	-0-	-0-
Total support and revenues	1,027,707	-0-	96,000	525,345
Expenses:				
Program services	490,510	-0-	96,000	525,352
Management and general	498,448	-0-	-0-	-0-
Total expenses	988,958	-0-	96,000	525,352
Changes in net assets	38,749	-0-	-0-	(7)
Net assets, beginning of year	1,151,583	8,600	-0-	-0-
Net assets, end of year	\$ 1,190,332	\$ 8,600	\$ -0-	\$ (7)

See Independent Auditors' Report on Supplementary Information.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
COMBINING STATEMENT OF ACTIVITIES, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

STATE OF LOUISIANA

DEPARTMENT OF EDUCATION	APPROPRIATIONS				DEPARTMENT OF EDUCATION					
	Act 14	Act I	After School For All I	After School For All II	More In the Middle	Summer Read	After School For All III	21st Century Learning Center		
Teen Pregnancy II	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
\$	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Support:										
United Way Funding-next period	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Grants-City of New Orleans	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Grants-Federal pass-through City of New Orleans	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Orleans Parish School Board	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Grants-State of Louisiana	58,710	43,316	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Grants-Federal pass-through State of Louisiana	-0-	-0-	-0-	257,918	-0-	-0-	66,063	-0-	2,187	-0-
In-kind	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Net assets released from restrictions:										
United Way	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
United Way CFC	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
United Way Designation	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
United Way Funding-current (expiration of time restriction)	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Restrictions satisfied by payments/disbursements	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total support	58,710	43,316	-0-	257,918	-0-	-0-	66,063	-0-	2,187	-0-

See Independent Auditors' Report on Supplementary Information.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
COMBINING STATEMENT OF ACTIVITIES, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

STATE OF LOUISIANA

DEPARTMENT OF EDUCATION	APPROPRIATIONS				DEPARTMENT OF EDUCATION				
	Act 14	Act 1	After School For All I	After School For All II	More In the Middle	Summer Read	After School For All III	21st Century Learning Center	
Revenues:									
Membership dues	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Program income and fees	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Interest income	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Rental income	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Contributions and donations	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Support from other programs	-0-	-0-	-0-	-0-	50	-0-	-0-	-0-	-0-
Other	-0-	-0-	-0-	15	-0-	-0-	-0-	-0-	-0-
Total revenues	-0-	-0-	-0-	15	50	-0-	-0-	-0-	-0-
Total support and revenues	-0-	58,710	43,316	257,933	50	-0-	66,063	2,187	2,187
Expenses:									
Program services	40	58,710	43,316	727	46	-0-	43,763	2,187	-0-
Management and general	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total expenses	40	58,710	43,316	727	46	-0-	43,763	2,187	-0-
Changes in net assets	(40)	-0-	-0-	(727)	4	-0-	22,300	-0-	-0-
Net assets, beginning of year	-0-	-0-	-0-	727	-0-	15,795	-0-	-0-	-0-
Net assets, end of year	\$ (40)	\$ -0-	\$ -0-	\$ -0-	\$ 4	\$ 15,795	\$ 22,300	\$ -0-	\$ -0-

See Independent Auditors' Report on Supplementary Information.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
COMBINING STATEMENT OF ACTIVITIES, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

STATE OF LOUISIANA

	Louisiana Stadium and Exposition District	Governor's Office of Urban Affairs and Development	OFFICE OF FAMILY SUPPORT	DEPARTMENT OF ARGICULTURE	DEPARTMENT OF EDUCATION	ORLEANS PARISH SCHOOL BOARD	DEPARTMENT OF EDUCATION	James M. Singleton Charter School	Temporary Assistance for Needy Families	Restoration	Restoration Temporarily Restricted	Endowment	Totals (Memorandum Only)
Support:													
United Way Funding-next period	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 129,764	\$ -0-	\$ 129,764
Grants-City of New Orleans	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	950,133	-0-	-0-	950,133
Grants-Federal pass-through	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
City of New Orleans	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	56,293
Orleans Parish School Board	-0-	-0-	-0-	-0-	-0-	-0-	1,989,231	-0-	-0-	-0-	-0-	-0-	2,336,813
Grants-State of Louisiana	-0-	325,177	-0-	-0-	-0-	-0-	-0-	-0-	-0-	2,273,258	-0-	-0-	2,700,461
Grants-Federal pass-through	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
State of Louisiana	-0-	-0-	40,920	64,897	13,864	-0-	-0-	-0-	-0-	-0-	-0-	-0-	549,136
In-Kind	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	565,052
Net assets released from restrictions:													
United Way	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	123,013
United Way CFC	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	5,192
United Way Designation	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	4,773
United Way Funding-current	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
(expiration of time restriction)	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	(132,978)	-0-	(132,978)
Restrictions satisfied by payments/disbursements	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	1,289,512	(1,364,535)	-0-	-0-
Total support	-0-	325,177	40,920	64,897	13,864	1,989,231	1,989,231	1,989,231	-0-	4,512,903	(1,367,749)	-0-	7,287,652

See Independent Auditors' Report on Supplementary Information.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
COMBINING STATEMENT OF ACTIVITIES, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

STATE OF LOUISIANA

	ORLEANS PARISH SCHOOL BOARD										Totals (Memorandum Only)	
	Louisiana Stadium and Exposition District	Governor's Office of Urban Affairs and Development	OFFICE OF FAMILY SUPPORT	DEPARTMENT OF AGRICULTURE	DEPARTMENT OF EDUCATION	DEPARTMENT OF EDUCATION	James M. Singleton Charter School	Temporary Assistance for Needy Families	Restoration	Restoration Temporarily Restricted		Endowment
<b>Revenues:</b>												
Membership dues	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	2,370
Program income and fees	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	39,285
Interest income	32	-0-	-0-	-0-	-0-	-0-	1,513	-0-	3,157	36	-0-	7,317
Rental income	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	173,760
Contributions and donations	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	8,379
Support from other programs	-0-	-0-	19,330	-0-	-0-	2,591	-0-	-0-	308,656	-0-	-0-	353,904
Other	-0-	-0-	3	-0-	-0-	-0-	5,574	-0-	160	-0-	-0-	122,939
<b>Total revenues</b>	<b>32</b>	<b>-0-</b>	<b>19,333</b>	<b>-0-</b>	<b>-0-</b>	<b>2,591</b>	<b>7,087</b>	<b>-0-</b>	<b>309,973</b>	<b>36</b>	<b>-0-</b>	<b>707,954</b>
<b>Total support and revenues</b>	<b>32</b>	<b>325,177</b>	<b>60,253</b>	<b>64,897</b>	<b>16,455</b>	<b>1,996,318</b>	<b>-0-</b>	<b>4,512,903</b>	<b>(1,057,776)</b>	<b>36</b>	<b>-0-</b>	<b>7,995,606</b>
<b>Expenses:</b>												
Program services	31,010	325,177	195,289	51,771	16,462	2,062,533	-0-	322,275	-0-	-0-	-0-	4,504,803
Management and general	-0-	-0-	-0-	-0-	-0-	160,782	-0-	-0-	-0-	-0-	-0-	639,230
<b>Total expenses</b>	<b>31,010</b>	<b>325,177</b>	<b>195,289</b>	<b>51,771</b>	<b>16,462</b>	<b>2,223,315</b>	<b>-0-</b>	<b>322,275</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>5,164,033</b>
<b>Changes in net assets</b>	<b>(30,978)</b>	<b>-0-</b>	<b>(135,036)</b>	<b>13,126</b>	<b>(7)</b>	<b>(226,997)</b>	<b>-0-</b>	<b>4,190,628</b>	<b>(1,057,776)</b>	<b>36</b>	<b>-0-</b>	<b>2,831,573</b>
<b>Net assets, beginning of year</b>	<b>94,742</b>	<b>-0-</b>	<b>239,212</b>	<b>16,868</b>	<b>-0-</b>	<b>441,444</b>	<b>55,607</b>	<b>993,774</b>	<b>1,265,735</b>	<b>6,084</b>	<b>-0-</b>	<b>4,311,591</b>
<b>Net assets, end of year</b>	<b>\$ 63,764</b>	<b>\$ -0-</b>	<b>\$ 104,176</b>	<b>\$ 29,994</b>	<b>\$ (7)</b>	<b>\$ 214,447</b>	<b>\$ 55,607</b>	<b>\$ 5,184,402</b>	<b>\$ 207,959</b>	<b>\$ 6,120</b>	<b>\$ -0-</b>	<b>\$ 7,143,164</b>

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
COMBINING STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2004

	PROGRAM SERVICES			
	Salaries and wages	Youth Development And Outreach	Infant Daycare	Building Rental
Salaries and wages	\$ 52,052	\$ 103,658	\$ -0-	\$ -0-
Employee benefits and payroll taxes	21,113	26,668	-0-	-0-
Professional fees and contract services	129,545	4,632	-0-	-0-
Supplies	8,634	5,018	-0-	-0-
Instructional material and supplies	-0-	-0-	-0-	-0-
Telephone	2,147	268	-0-	-0-
Postage and shipping	1,342	367	-0-	-0-
Professional development	-0-	-0-	-0-	-0-
Utilities	2,062	4,725	-0-	-0-
Occupancy	16,304	18,642	-0-	-0-
Printing	7,724	4,237	-0-	-0-
Equipment rental	1,393	1,766	-0-	-0-
Repairs and maintenance	1,126	179	-0-	-0-
Dues and subscriptions	-0-	-0-	-0-	-0-
Conference and conventions	22,064	1,942	-0-	-0-
Transportation and travel	5,101	16,976	-0-	-0-
<b>Page total</b>	<b>270,607</b>	<b>189,078</b>	<b>-0-</b>	<b>-0-</b>

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**COMBINING STATEMENT OF FUNCTIONAL EXPENSES, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

	PROGRAM SERVICES			
	Youth Development And Outreach	Infant Daycare	Building Rental	
Dues to National YMCA	\$ 4,488	\$ 3,119	\$ -0-	-0-
Insurance	9,300	6,467	-0-	-0-
Other expenses	400	-0-	-0-	-0-
Capital expenditures	-0-	-0-	-0-	-0-
Food cost	5,483	-0-	-0-	-0-
Advertisement	1,435	133	-0-	-0-
Student activities	-0-	-0-	-0-	-0-
Support in-kind	-0-	-0-	-0-	-0-
Interest expense	-0-	-0-	-0-	-0-
Support to other programs	-0-	-0-	-0-	-0-
Loss on disposal of building	-0-	-0-	-0-	-0-
Total expenses before depreciation and amortization	291,713	198,797	-0-	-0-
Depreciation and amortization	-0-	-0-	-0-	-0-
Total	\$ 291,713	\$ 198,797	\$ -0-	-0-

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**COMBINING STATEMENT OF FUNCTIONAL EXPENSES, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

CITY OF NEW ORLEANS

Division of Housing and  
Neighborhood Development

COMMUNITY DEVELOPMENT  
BLOCK GRANT

	Philip St. Renovation	Youth Intervention
Salaries and wages	-0-	34,200
Employee benefits and payroll taxes	-0-	10,642
Professional fees and contract services	-0-	-0-
Supplies	-0-	6,053
Instructional material and supplies	-0-	3,582
Telephone	-0-	1,029
Postage and shipping	-0-	-0-
Professional development	-0-	-0-
Utilities	-0-	-0-
Occupancy	-0-	-0-
Printing	-0-	-0-
Equipment rental	-0-	-0-
Repairs and maintenance	-0-	-0-
Dues and subscriptions	-0-	-0-
Conference and conventions	-0-	-0-
Transportation and travel	-0-	-0-
Page total	-0-	55,506

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**COMBINING STATEMENT OF FUNCTIONAL EXPENSES, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

CITY OF NEW ORLEANS		
Division of Housing and Neighborhood Development		
COMMUNITY DEVELOPMENT BLOCK GRANT		
	Philip St. Renovation	Youth Intervention
Dues to National YMCA	\$ -0-	\$ -0-
Insurance	-0-	728
Other expenses	-0-	66
Capital expenditures	-0-	-0-
Food cost	-0-	-0-
Advertisement	-0-	-0-
Student activities	-0-	-0-
Support in-kind	96,000	469,052
Interest expense	-0-	-0-
Support to other programs	-0-	-0-
Loss on disposal of building	-0-	-0-
Total expenses before depreciation and amortization	96,000	525,352
Depreciation and amortization	-0-	-0-
Total	\$ 96,000	\$ 525,352

See Independent Auditors' Report on Supplementary Information.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
COMBINING STATEMENT OF FUNCTIONAL EXPENSES, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

	PROGRAM SERVICES				DEPARTMENT OF EDUCATION			
	STATE OF LOUISIANA				DEPARTMENT OF EDUCATION			
DEPARTMENT OF EDUCATION	APPROPRIATIONS				DEPARTMENT OF EDUCATION			
Teen Pregnancy II	Act 14	Act 1	After School For All I	After School For All II	More In the Middle	Summer Read	After School For All III	21st Century Learning Center
\$	-0-	-0-	-0-	33,473	-0-	-0-	10,034	1,443
Salaries and wages	-0-	-0-	-0-	9,694	-0-	-0-	1,935	147
Employee benefits and payroll taxes	-0-	-0-	-0-	133,141	-0-	-0-	26,055	-0-
Professional fees and contract services	17,229	18,000	-0-	8,567	-0-	-0-	1,189	-0-
Supplies	-0-	-0-	-0-	28,858	-0-	-0-	445	-0-
Instructional material and supplies	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Telephone	-0-	-0-	-0-	815	-0-	-0-	-0-	-0-
Postage and shipping	-0-	-0-	-0-	1,500	-0-	-0-	829	-0-
Professional development	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Utilities	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Occupancy	30,000	21,000	-0-	-0-	-0-	-0-	-0-	-0-
Printing	-0-	974	-0-	3,638	-0-	-0-	492	-0-
Equipment rental	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Repairs and maintenance	-0-	2,250	-0-	-0-	-0-	-0-	-0-	-0-
Dues and subscriptions	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Conference and conventions	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Transportation and travel	-0-	626	-0-	8,998	-0-	-0-	-0-	-0-
Page total	47,229	42,850	-0-	228,684	-0-	-0-	40,979	1,590

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
COMBINING STATEMENT OF FUNCTIONAL EXPENSES, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

	PROGRAM SERVICES STATE OF LOUISIANA									
	DEPARTMENT OF EDUCATION					DEPARTMENT OF EDUCATION				
	TEEN PREGNANCY II		APPROPRIATIONS			DEPARTMENT OF EDUCATION				
	Act 14	Act 1	After School For All I	After School For All II	More In the Middle	Summer Read	After School For All III	21st Century Learning Center		
Dues to National YMCA	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Insurance	-0-	-0-	-0-	4,350	-0-	-0-	1,333	399	-0-	-0-
Other expenses	40	-0-	466	1,601	46	-0-	43	-0-	-0-	-0-
Capital expenditures	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Food cost	-0-	-0-	-0-	5,000	-0-	-0-	-0-	-0-	-0-	-0-
Advertisement	-0-	11,481	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Student activities	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Support in-kind	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Interest expense	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Support to other programs	-0-	-0-	-0-	-0-	-0-	-0-	1,408	198	-0-	-0-
Loss on disposal of building	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
<b>Total expenses before depreciation and amortization</b>	<b>40</b>	<b>58,710</b>	<b>43,316</b>	<b>239,635</b>	<b>46</b>	<b>-0-</b>	<b>43,763</b>	<b>2,187</b>	<b>-0-</b>	<b>-0-</b>
<b>Depreciation and amortization</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>
<b>Total</b>	<b>\$ 40</b>	<b>\$ 58,710</b>	<b>\$ 43,316</b>	<b>\$ 239,635</b>	<b>\$ 46</b>	<b>\$ -0-</b>	<b>\$ 43,763</b>	<b>\$ 2,187</b>	<b>\$ -0-</b>	<b>\$ -0-</b>

See Independent Auditors' Report on Supplementary Information.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
COMBINING STATEMENT OF FUNCTIONAL EXPENSES, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

PROGRAM SERVICES  
STATE OF LOUISIANA

	Louisiana Stadium and Exposition District	Governor's Office of Urban Affairs and Development	OFFICE OF FAMILY SUPPORT	DEPARTMENT OF AGRICULTURE	DEPARTMENT OF EDUCATION	ORLEANS PARISH SCHOOL BOARD	DEPARTMENT OF EDUCATION	Restoration	Restoration Temporarily Restricted	Totals (Memorandum Only)
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Salaries and wages	-0-	71,751	78,191	12,805	-0-	940,890	-0-	-0-	-0-	1,338,497
Employee benefits and payroll taxes	-0-	21,705	17,991	6,368	-0-	258,982	-0-	-0-	-0-	375,245
Professional fees and contract services	-0-	26,220	44,260	-0-	-0-	286,760	-0-	14,003	-0-	715,700
Supplies	-0-	1,669	196	1,068	15,855	18,460	-0-	-0-	-0-	51,356
Instructional material and supplies	-0-	-0-	12,263	-0-	-0-	53,852	-0-	-0-	-0-	99,000
Telephone	-0-	948	2,543	-0-	-0-	12,617	-0-	-0-	-0-	19,552
Postage and shipping	-0-	19	109	14	-0-	524	-0-	-0-	-0-	3,190
Professional development	-0-	-0-	-0-	-0-	-0-	20,243	-0-	-0-	-0-	22,572
Utilities	-0-	-0-	3,884	-0-	-0-	44,211	-0-	785	-0-	55,677
Occupancy	-0-	-0-	11,595	-0-	-0-	196,476	-0-	-0-	-0-	294,017
Printing	-0-	-0-	4,370	-0-	-0-	7,152	-0-	153	-0-	28,740
Equipment rental	-0-	-0-	-0-	-0-	-0-	496	-0-	-0-	-0-	3,655
Repairs and maintenance	-0-	-0-	-0-	-0-	-0-	30,734	-0-	-0-	-0-	34,289
Dues and subscriptions	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Conference and conventions	-0-	36,448	5,301	29	-0-	-0-	-0-	-0-	-0-	65,784
Transportation and travel	-0-	2,033	25	-0-	-0-	2,400	-0-	-0-	-0-	36,159
Page total	-0-	160,793	180,738	20,304	16,337	1,873,797	-0-	14,941	-0-	3,143,433

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**COMBINING STATEMENT OF FUNCTIONAL EXPENSES, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

	PROGRAM SERVICES										Totals (Memorandum Only)	
	Louisiana Stadium and Exposition District	Governor's Office of Urban Affairs and Development	OFFICE OF FAMILY SUPPORT	DEPARTMENT OF AGRICULTURE	DEPARTMENT OF EDUCATION	DEPARTMENT OF EDUCATION	ORLEANS PARISH SCHOOL BOARD	DEPARTMENT OF EDUCATION	Restoration	Restoration Temporarily Restricted		Restoration Temporarily Restricted
Dues to National YMCA	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	7,607
Insurance	-0-	3,508	4,809	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	82,549
Other expenses	70	102,876	9,742	721	125	2,622	51,655	-0-	-0-	678	-0-	120,223
Capital expenditures	-0-	-0-	-0-	-0-	-0-	-0-	13,047	-0-	-0-	-0-	-0-	13,047
Food cost	-0-	-0-	-0-	30,746	-0-	7,664	-0-	-0-	-0-	-0-	-0-	48,893
Advertisement	-0-	15,000	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	28,049
Student activities	-0-	-0-	-0-	-0-	-0-	-0-	38,866	-0-	-0-	-0-	-0-	38,866
Support in-kind	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	565,052
Interest expense	-0-	-0-	-0-	-0-	-0-	6,957	-0-	-0-	-0-	-0-	-0-	6,957
Support to other programs	-0-	43,000	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	351,262
Loss on disposal of building	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	306,656	-0-	-0-
<b>Total expenses before depreciation and amortization</b>	<b>70</b>	<b>325,177</b>	<b>195,289</b>	<b>51,771</b>	<b>16,462</b>	<b>1,994,608</b>	<b>-0-</b>	<b>322,275</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>4,405,938</b>
<b>Depreciation and amortization</b>	<b>30,940</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>67,925</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>-0-</b>	<b>98,865</b>
<b>Total</b>	<b>\$ 31,010</b>	<b>\$ 325,177</b>	<b>\$ 195,289</b>	<b>\$ 51,771</b>	<b>\$ 16,462</b>	<b>\$ 2,062,533</b>	<b>\$ -0-</b>	<b>\$ 322,275</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ 4,504,803</b>

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
COMBINING STATEMENT OF FUNCTIONAL EXPENSES, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

-----MANAGEMENT AND GENERAL-----

	General	James M. Singleton Charter School	Totals (Memorandum Only)
Salaries and wages	\$ 146,892	\$ 121,168	\$ 268,060
Employee benefits and payroll taxes	40,249	39,614	79,863
Professional fees and contract services	25,250	-0-	25,250
Supplies	8,929	-0-	8,929
Telephone	4,330	-0-	4,330
Insurance	6,406	-0-	6,406
Postage and shipping	1,643	-0-	1,643
Utilities	1,795	-0-	1,795
Occupancy	19,016	-0-	19,016
Printing	12,797	-0-	12,797
Equipment rental	2,952	-0-	2,952
Repairs and maintenance	1,284	-0-	1,284
Dues and subscriptions	1,863	-0-	1,863
Conference and conventions	25,871	-0-	25,871
Transportation and travel	428	-0-	428
Dues to National YMCA	12,510	-0-	12,510
Other expenses	80,538	-0-	80,538
Capital expenditures	-0-	-0-	-0-
Interest expense	5,797	-0-	5,797
Advertisement	2,413	-0-	2,413
Support to other programs	2,641	-0-	2,641
Demolition costs	3,671	-0-	3,671
Loss on disposal	34,581	-0-	34,581
Total expenses before depreciation and amortization	441,856	160,782	602,638
Depreciation and amortization	56,592	-0-	56,592
Total	\$ 498,448	\$ 160,782	\$ 659,230

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, 2004**

	Youth Development and Outreach	Infant Day Care Food Service	Dynasty Place/Drug Abuse and Abatement	School of Commerce	Charter School	Totals (Memorandum Only)
<b>PROGRAM SUPPORT</b>						
Interest income	\$ -0-	\$ -0-	\$ -0-	32	\$ 1,513	\$ 1,545
In-kind support	-0-	-0-	469,052	-0-	-0-	469,052
Fees and grants-government	638,196	197,539	56,293	140,604	-0-	1,032,632
Grants - OPSB	347,582	-0-	-0-	-0-	1,989,235	2,336,817
Total direct program support	985,778	197,539	525,345	140,636	1,990,748	3,840,046
Support service revenue	88,547	36,224	32,199	44,273	201,242	402,485
Total program support	1,074,325	233,763	557,544	184,909	2,191,990	4,242,531
<b>Self-Generating Support</b>						
Membership dues	2,090	-0-	-0-	-0-	-0-	2,090
Contribution and donations	-0-	-0-	-0-	-0-	-0-	-0-
Program income and fees	320	38,965	-0-	-0-	-0-	39,285
Other	2,656	-0-	-0-	19,333	5,574	27,563
Total generating support	5,066	38,965	-0-	19,333	5,574	68,938
United Way Grant	90,521	32,492	-0-	-0-	-0-	123,013
United Way designation	1,050	430	382	525	2,386	4,773
United Way CFC	1,142	467	415	572	2,596	5,192
Total United Way	92,713	33,389	797	1,097	4,982	132,978
Total Revenues	1,172,104	306,117	558,341	205,339	2,202,546	4,444,447

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
SCHEDULE OF REVENUE AND EXPENSES BY PROGRAM, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

	Youth Development and Outreach	Infant Day Care Food Service	Dynasty Place/Drug Abuse and Abatement	School of Commerce	Charter School	Totals (Memorandum Only)
<b>OPERATING EXPENSES</b>						
Salaries and wages	\$ 168,753	\$ 116,463	\$ 34,200	\$ 78,191	\$ 1,062,058	\$ 1,459,665
Employee benefits and payroll taxes	54,594	33,036	10,642	17,991	298,596	414,859
Total compensation expenses	223,347	149,499	44,842	96,182	1,360,654	1,874,524
Professional fees	304,596	13,246	-0-	97,095	286,760	701,697
Supplies	48,175	6,106	9,635	14,128	72,312	150,356
Telephone	2,147	268	1,029	3,491	12,617	19,552
Postage and shipping	2,176	381	-0-	109	524	3,190
Occupancy	16,304	33,642	-0-	47,595	196,476	294,017
Utilities	2,062	4,725	-0-	3,894	44,211	54,892
Equipment rental	1,393	1,766	-0-	-0-	496	3,655
Repairs and maintenance	3,376	179	-0-	-0-	30,734	34,289
Printing	12,828	4,237	-0-	4,370	7,152	28,587
Transportation/travel/student activities	16,758	16,976	-0-	25	41,266	75,025
Conferences and conventions	58,512	1,971	-0-	5,301	-0-	65,784
Other expenses	148,438	721	66	12,304	2,622	164,151
Insurance	18,890	6,467	728	4,809	51,655	82,549
National dues	4,488	3,119	-0-	-0-	-0-	7,607
Support in-kind	-0-	-0-	469,052	-0-	-0-	469,052
Food cost	10,483	30,746	-0-	-0-	7,664	48,893
Advertisement	16,435	5,874	-0-	5,740	-0-	28,049
Capital expenditures	-0-	-0-	-0-	-0-	13,047	13,047
Page total	890,408	279,923	525,352	295,043	2,128,190	4,118,916

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SCHEDULE OF REVENUE AND EXPENSES BY PROGRAM, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

	Youth Development and Outreach	Infant Day Care/ Food Service	Dynasty Place/Drug Abuse and Abatement	School of Commerce	James M. Singleton Charter School	Totals (Memorandum Only)
Professional development	\$ 2,329	\$ -0-	\$ -0-	\$ -0-	\$ 20,243	\$ 22,572
Interest expense	-0-	-0-	-0-	-0-	6,957	6,957
Direct program expenses	892,737	279,923	525,352	295,043	2,155,390	4,148,445
Support services expenses	109,637	44,851	39,868	54,818	249,174	498,348
Total expenses	1,002,374	324,774	565,220	349,861	2,404,564	4,646,793
Excess revenues (expenses)	\$ 169,730	\$ (18,657)	\$ (6,879)	\$ (144,522)	\$ (202,018)	\$ (202,346)
Number of persons served	1,241	136	204	91	323	1,995
Unit cost per person	\$ 808	\$ 2,388	\$ 2,771	\$ 3,845	\$ 7,444	\$ 2,329
Depreciation and amortization	\$ -0-	\$ -0-	\$ -0-	\$ 30,940	\$ 67,925	\$ 98,865

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

<u>Program Grantor/Title</u>	<u>CFDA Number</u>	<u>Grantor Number</u>	<u>Federal Expenditures</u>
<b>PROGRAMS FUNDED BY THE U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			
Pass Through as Subgrantee of the State of Louisiana Department of Education			
21 <sup>st</sup> Century Learning Center	93.558	CFMS 620153	\$ 2,187
After School for All III	93.558	CFMS 615920	43,763
After School for All II	93.558	CFMS 603381	239,635
Community Based	93.558	CFMS 599437/613443	<u>13,864</u>
Sub-total			<u>299,449</u>
Pass Through Subgrantee of the State of Louisiana Department of Social Services			
School of Commerce (Project Independence)	93.558	CFMS 583858	<u>40,920</u>

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

<u>Program Grantor/Title</u>	<u>CFDA Number</u>	<u>Grantor Number</u>	<u>Federal Expenditures</u>
<b>PROGRAM FUNDED BY THE U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES, CONTINUED</b>			
Pass Through as Subgrantee of the State of Louisiana Department of Social Services, Continued Child and Adult Care Program (Project Independence)	93.596	010002557	\$ <u>103,287</u>
Total U.S. Department of Health and Human Services			<u>443,656</u>
<b>PROGRAMS FUNDED BY THE U.S. DEPARTMENT OF AGRICULTURE</b>			
Pass Through as Subgrantee of the State of Louisiana Department of Education Food Service	10.558	N/A	<u>51,771</u>

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

<u>Program Grantor/Title</u>	<u>CFDA Number</u>	<u>Grantor Number</u>	<u>Federal Expenditures</u>
<b>PROGRAMS FUNDED BY THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>			
Pass Through CDBG Funds as Subgrantee of the City of New Orleans:			
Youth Intervention	14.218	CD#50-081	\$ 56,293
Phase III Renovation	14.218	CD#50-075	<u>210,000</u>
Total of U.S. Department of Housing and Urban Development			<u>266,293</u>
Total All Programs			<u>\$ 761,720</u>

**NOTE:** Basis of Presentation  
The accompanying Schedule of Expenditures of Federal Awards includes all Federal activity of the Association and is presented on a modified accrual basis of accounting. The information on this schedule is presented in accordance with other requirements of OMB Circular A-133, "Audits of States, Local Governments, and Non-profit Organizations."

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SCHEDULE OF BENEFICIARY STATISTICS**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**  

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**(UNAUDITED)**

**Program Service****Number of Persons Served**

Youth Development and Outreach	1,241
Infant Day Care/Food Service	136
Dynasty Alternative Youth Intervention Program	204
School of Commerce	91
Special Events	2,226
Charter School	323

**(1) Youth Development and Outreach**

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

**(2) Infant Day Care/Food Service**

The number of persons served represents the total 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).

See Independent Auditors' Report on Supplementary Information.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
SCHEDULE OF BENEFICIARY STATISTICS, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004  
(UNAUDITED)**

(3) **Dynasty Alternative Youth Intervention Program**

The number of persons served represents the total number of participants present for services provided which include daily classroom instruction, counseling services, conflict resolution, workshops and seminars, etc.

(4) **School of Commerce**

The number of persons served represents the total number of participants in attendance for the services provided which include office procedures, typing, job placement, word processing, counseling, and certified nursing assistance.

(5) **Special Events**

The number of persons served represents the total number of participants present at any particular event(s) held by **the Association** during the year, such as, the Holiday Food Program, Toy Giveaway, Black Achievers Event, and Golf Tournament.

(6) **Charter School**

The number of persons served represents the total number of participants in attendance at events which include activities such as breakfast, lunch and daily instructional activities such as mathematics, science, social studies, language arts and art.

See Independent Auditors' Report on Supplementary Information.

UNAUDITED

AGENCY: DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
 FUNCTIONAL BUDGET SPREADSHEETS 2003-2004

FORM 3  
 10/12/2001

FUNCTIONAL BUDGET SPREADSHEET 2003-2004	AGENCY TOTAL (SUM 2 + 3)	SUPPORTING SERVICES MGMT & GNL	TOTAL PROGRAM SERVICES	PROGRAM SERVICES				SCHOOL OF COMM.	JMS CHARTER
				YOUTH DEVELOPMENT	CHILDCARE	DYNASTY YTH.INTERV.	6		
REVENUE:	1	2	3	4	5	6	7	8	
1 4200 BOARD GENERATED SELF SUPPORT	\$ 44,832	\$ 44,832	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
2 4201 CLIENT GENERATED SELF SUPPORT	2,331,174	0	2,331,174	126,685	51,460	0	0	2,153,029	
3 5000 GOVERNMENT GRANTS/CONTRACTS	1,431,357	0	1,431,357	897,230	234,469	60,965	238,693	0	
4 6700 OTHER REVENUE	962,656	261,786	700,870	684	1,086	538,328	151,849	8,923	
5 TOTAL SELF GENERATED REVENUE	4,770,019	306,618	4,463,401	1,024,599	287,015	599,293	390,542	2,161,952	
6 4702 UNITED WAY DESIGNATIONS	3,420	3,420	0	0	0	0	0	0	
7 4703 CFC DESIGNATIONS	8,327	8,327	0	0	0	0	0	0	
8 4704 OTHER UNITED WAY ALLOCATIONS	0	0	0	0	0	0	0	0	
9 TOTAL REVENUE	4,781,766	318,365	4,463,401	1,024,599	287,015	599,293	390,542	2,161,952	
10 4701 UNITED WAY ALLOCATION - G.N.O.A.	129,446	0	129,446	95,254	34,192	0	0	0	
11 GRAND TOTAL REVENUE	\$ 4,911,212	\$ 318,365	\$ 4,592,847	\$ 1,119,853	\$ 321,207	\$ 599,293	\$ 390,542	\$ 2,161,952	
EXPENSES:									
12 7300 COMPENSATION EXPENSES	\$ 2,046,907	\$ 93,008	\$ 1,953,899	\$ 332,167	\$ 135,237	\$ 51,592	\$ 73,284	\$ 1,361,619	
13 8400 OCCUPANCY EXPENSES	481,675	28,893	452,782	36,086	45,408	1,018	53,247	317,023	
14 8700 TRAVEL & TRANSPORTATION EXP.	184,631	27,630	157,001	85,950	19,364	0	6,942	44,745	
15 8900 SPECIFIC ASSISTANCE	1,869	1,869	0	0	0	0	0	0	
16 9402 BOARD GENERATED SELF SUPPORT	21,078	21,078	0	0	0	0	0	0	
17 9400 OTHER DIRECT PROGRAM/SUPPORT	2,062,110	117,777	1,944,333	711,549	65,989	545,484	232,981	388,330	
18 TOTAL EXPENSES	\$ 4,798,270	\$ 290,255	\$ 4,508,015	\$ 1,165,752	\$ 265,998	\$ 598,094	\$ 366,454	\$ 2,111,717	
19 NET DIFFERENCE	\$ 112,942	\$ 28,110	\$ 84,832	\$ (45,899)	\$ 55,209	\$ 1,199	\$ 24,088	\$ 50,235	
20 9500 DEPRECIATION	\$ 141,082	\$ 48,815	\$ 92,267	\$ 0	\$ 0	\$ 0	\$ 30,939	\$ 61,328	

EXPENSES ANALYSIS:

21 Total Direct Program Expenses	\$ 1,165,752	265,998	598,094	366,454	2,111,717
22 Percent of Total Program Expenses	25.86%	5.90%	13.27%	8.13%	46.84%
23 Distribution of M & G Expenses	\$ 75,059	17,127	38,509	23,595	135,966
24 Grand Total Program Expenses	\$ 1,240,811	283,125	636,603	390,049	2,247,683
25 Projected Unduplicated People Served	1,696	206	150	95	332
26 Cost per Person	\$ 731.61	\$ 1,374.39	\$ 4,244.02	\$ 4,105.78	\$ 6,770.13

Note: Distribution of M&G expenses are calculated for all programs based on the total of each program service expenses, divided by the total agency's expenses.

See Independent's Auditors' Report on Supplementary Information.



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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  
**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, 2004, and have issued our report thereon dated June 20, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America.

**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 an instance of noncompliance that is required to be reported under *Government Auditing Standards* and which is described in the accompanying Summary Schedule of Findings and Questioned Costs as item 2004-01.

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 Summary Schedule of Findings and Questioned Costs as item 2004-01.

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 that the reportable condition described above is not 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 solely for the information and use of the Board of Directors, management, the Legislative Auditor, State of Louisiana, the United Way, federal and state, regulatory agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Bruno & Tervalon LLP*

**BRUNO & TERVALON LLP**  
**CERTIFIED PUBLIC ACCOUNTANTS**

June 20, 2005



**Member**

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

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

**Compliance**

We have audited the compliance of the **Dryades Young Men's Christian Association (the Association)** with the types of compliance requirements described in the *U. S. 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 December 31, 2004. **The Association's** major federal programs are identified in the Summary of Auditors' Results section of the accompanying Summary Schedule of Findings and Questions Costs. 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 auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we

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)

plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements previously referred to 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 **the Association** complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2004.

**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 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.

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)

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. 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 of noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a 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. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Board of Directors, **the Association's** management, the Legislative Auditor, State of Louisiana, the United Way, federal and state regulatory agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Bruno & Tervalon LLP*

**BRUNO & TERVALON LLP**  
**CERTIFIED PUBLIC ACCOUNTANTS**

June 20, 2005

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

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**Section I - Summary of Auditors' Results**

***Financial Statements***

Type of Auditor's report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Reportable condition(s) identified that are not considered to be material weaknesses? Yes

Noncompliance material to financial statements noted? No

***Federal Awards***

Internal Control Over Major Programs:

- Material weakness(es) identified? No
- Reportable condition(s) identified that are not considered to be material weakness(es)? None Reported

Type of auditor's 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? No

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

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**Section I - Summary of Auditors' Results, Continued**

*Federal Awards, Continued*

Identification of Major Programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
93.558	After School for All II
93.558	After School for All III
10.558	Food Services
Dollar threshold used to distinguish between type A and type B programs:	\$300,000
Auditee qualified as low-risk auditee?	No

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

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**Section II - Financial Statement Findings and Questioned Costs**

**Reference Number**

2004-01

**Criteria**

Public funds in excess of \$100,000 must be collateralized by the financial institution in which the funds are deposited.

**Condition**

**The Association** does not have a system in place to facilitate the timely and adequate monitoring of funds held by financial institutions on behalf of **the Association** that exceed the Federal Depository Insurance Corporation (FDIC) threshold of \$100,000.

**Questioned Costs**

NONE.

**Effect**

Uncollateralized deposits in excess of insurance coverage represents a credit risk/potential loss and noncompliance with requirements to collateralize all public funds on deposit in excess of \$100,000.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

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**Section II - Financial Statement Findings and Questioned Costs, Continued**

**Reference Number, Continued**

2004-01

**Cause**

Lack of an effective system to ensure collateralization of **the Association's** funds at all times.

**Recommendation**

We recommend that management assess the above risk and implement the necessary procedures that ensures that all public funds are adequately collateralized at all times.

**Management's Response**

Management will assess the noted risk regarding the lack of an effective system to ensure collateralization of **the Association's** funds. Management will implement the necessary procedures by October 1, 2005 to ensure that all public funds are adequately collateralized at all times.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

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**Section III - Federal Award Findings and Questioned Cost**

No federal award findings and questioned costs were reported for the year ended December 31, 2004.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

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**Section IV - Status of Prior Years Findings and Questioned Costs**

**Reference Number**

2003-01

**Condition**

Our review of JMSCMS's (sponsor organization **Dryades Young Men's Christian Association**) compliance with the referenced criteria revealed that only fourteen (14) out of twenty-nine (29) teachers were certified. As such, at December 31, 2003, only forty-eight percent (48%) of JMSCMS's instructional staff are certified by the state board or the French Ministry of Education.

**Recommendation**

We recommend that management develop a marketing strategy to increase its current employment and retention of certified teachers. We also recommend that management establish procedures to ensure its compliance with the previously referenced statute.

**Current Status**

Resolved. **The Association** has twenty (20) of its twenty-five (25) teachers, or eighty percent (80%), certified by the state board or the French Ministry of Education.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

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**Section IV - Status of Prior Years Findings and Questioned Costs, Continued**

**Reference Number**

2003-02

**Condition**

We were unable to verify the validity of credit card purchases as the original supporting documents were unavailable. In addition, we noted no independent verification of receipt of supplies and other purchases via the credit card. Also, the requests for reimbursement was in excess of three (3) to four (4) months for certain reimbursements.

**Recommendation**

We recommend that management establish a credit card use and reimbursement policy to include specific language that requires original receipts, and other supporting documentation that addresses the time frame within which reimbursements should be requested after incurring the expense.

**Current Status**

Resolved, management has established and implemented policies and procedures regarding reimbursement of credit card purchases.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

---

**Section IV - Status of Prior Years Findings and Questioned Costs, Continued**

**Reference Number**

2003-03

**Condition**

**The Association** does not have a system in place to facilitate the timely and adequate monitoring of funds held by financial institutions on behalf of **the Association** that exceed the Federal Depository Insurance Corporation (FDIC) threshold of \$100,000.

**Recommendation**

We recommend that management assess the above risk and implement the necessary procedures that ensures that all public funds are adequately collateralized at all times.

**Current Status**

Management will implement the necessary procedures by October 1, 2005 to ensure that all public funds are adequately collateralized at all times.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

---

**Section IV - Status of Prior Years Findings and Questioned Costs, Continued**

**Reference Number**

2003-04

**Condition**

During our review of the inventory schedules, we noted no evidence that the fixed assets schedules were reconciled to the financial records. We also noted that no such schedule was prepared for the general fund.

**Recommendation**

We recommend that management make every effort to undertake annual inventory count and ensure that inventory schedules of all fixed assets are completed on a timely basis and that such reports/schedules are reconciled to the financial records.

**Current Status**

Resolved, physical inventories are performed biannually and inventory is reconciled to the financial records, on a timely basis.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**  
**SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**  
**FOR THE YEAR ENDED DECEMBER 31, 2004**

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**Section IV - Status of Prior Years Findings and Questioned Costs, Continued**

**Reference Number**

2003-05

**Condition**

**The Association's** July 2, 2003 reimbursement request, revealed the following conditions:

- o Noted total contact hours of 1712 as recorded on submitted sign-in sheets as compared to 2096 contact hours per reimbursement forms prepared by **the Association**;
- o One student reported at two (2) sites on the same day; and
- o Noted several individuals listed on the sign in sheets but were not listed on the reimbursement claim form prepared by **the Association**.

**Recommendation**

**The Association** should continue its dialogue with the DOE in an effort to ensure that the ASSIST system is operating in a manner that facilitates the timely and accurate reporting of all required activities.

**Current Status**

Resolved, the State Department of Education no longer uses the ASSIST system; as of September 2004, student's attendance is reported using the Stars system implemented by the Department of Education.

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**

**EXIT CONFERENCE**

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The financial statements and all related reports, schedules and exhibits were discussed at an exit conference. Those that participated in the conference as well as previous discussions are as follows:

**DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION**

Douglas Evans	--	General Director
Cynthia Hubbard	--	Controller

**BRUNO & TERVALON LLP, CERTIFIED PUBLIC ACCOUNTANTS**

Paul K. Andoh, Sr., CPA, MBA, CGFM	--	Partner
Toni Murphy, CPA	--	Senior Accountant



# DRYADES YMCA

*We build strong kids, strong families, strong communities.*



July 7, 2005

Bruno & Tervalon, LLP  
Certified Public Accountants  
4298 Elysian Fields Avenue  
New Orleans, Louisiana 70122

Dear Sirs:

Enclosed is the corrective action plan developed by the Dryades Young Men's Christian Association in response to current year and audit findings in connection with the audit as of and for the year ended December 31, 2004. The plan includes, where applicable, the corrective action plan and anticipated completion date.

In all findings attached, Ms. Cynthia Hubbard is the contact person.

If any further information is required, do not hesitate to contact me at (504) 522-8811.

Sincerely,

Douglas Evans  
General Director

DE/

Enclosures

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2004

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Section II - Financial Statement Findings and Questioned Costs

Reference Number

2004-01

Criteria

Public funds in excess of \$100,000 must be collateralized by the financial institution in which the funds are deposited.

Condition

The Association does not have a system in place to facilitate the timely and adequate monitoring of funds held by financial institutions on behalf of the Association that exceed the Federal Depository Insurance Corporation (FDIC) threshold of \$100,000.

Questioned Costs

NONE.

Effect

Uncollateralized deposits in excess of insurance coverage represents a credit risk/potential loss and noncompliance with requirements to collateralize all public funds on deposit in excess of \$100,000.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

---

Section II - Financial Statement Findings and Questioned Costs, Continued

Reference Number, Continued

2004-01

Cause

Lack of an effective system to ensure collateralization of the Association's funds at all times.

Recommendation

We recommend that management assess the above risk and implement the necessary procedures that ensures that all public funds are adequately collateralized at all times.

Management's Response

Management will assess the noted risk regarding the lack of an effective system to ensure collateralization of the Association's funds. Management will implement the necessary procedures by October 1, 2005 to ensure that all public funds are adequately collateralized at all times.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

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Section III - Federal Award Findings and Questioned Cost

No federal award findings and questioned costs were reported for the year ended December 31, 2004.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

---

Section IV - Status of Prior Years Findings and Questioned Costs

Reference Number

2003-01

Condition

Our review of JMSCMS's (sponsor organization Dryades Young Men's Christian Association) compliance with the referenced criteria revealed that only fourteen (14) out of twenty-nine (29) teachers were certified. As such, at December 31, 2003, only forty-eight percent (48%) of JMSCMS's instructional staff are certified by the state board or the French Ministry of Education.

Recommendation

We recommend that management develop a marketing strategy to increase its current employment and retention of certified teachers. We also recommend that management establish procedures to ensure its compliance with the previously referenced statute.

Current Status

Resolved. The Association has twenty (20) of its twenty-five (25) teachers, or eighty percent (80%), certified by the state board or the French Ministry of Education.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

---

Section IV - Status of Prior Years Findings and Questioned Costs, Continued

Reference Number

2003-02

Condition

We were unable to verify the validity of credit card purchases as the original supporting documents were unavailable. In addition, we noted no independent verification of receipt of supplies and other purchases via the credit card. Also, the requests for reimbursement was in excess of three (3) to four (4) months for certain reimbursements.

Recommendation

We recommend that management establish a credit card use and reimbursement policy to include specific language that requires original receipts, and other supporting documentation that addresses the time frame within which reimbursements should be requested after incurring the expense.

Current Status

Resolved, management has established and implemented policies and procedures regarding reimbursement of credit card purchases.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

---

Section IV - Status of Prior Years Findings and Questioned Costs, Continued

Reference Number

2003-03

Condition

The Association does not have a system in place to facilitate the timely and adequate monitoring of funds held by financial institutions on behalf of the Association that exceed the Federal Depository Insurance Corporation (FDIC) threshold of \$100,000.

Recommendation

We recommend that management assess the above risk and implement the necessary procedures that ensures that all public funds are adequately collateralized at all times.

Current Status

Management will implement the necessary procedures by October 1, 2005 to ensure that all public funds are adequately collateralized at all times.

DRADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

---

Section IV - Status of Prior Years Findings and Questioned Costs, Continued

Reference Number

2003-04

Condition

During our review of the inventory schedules, we noted no evidence that the fixed assets schedules were reconciled to the financial records. We also noted that no such schedule was prepared for the general fund.

Recommendation

We recommend that management make every effort to undertake annual inventory count and ensure that inventory schedules of all fixed assets are completed on a timely basis and that such reports/schedules are reconciled to the financial records.

Current Status

Resolved, physical inventories are performed biannually and inventory is reconciled to the financial records, on a timely basis.

DRYADES YOUNG MEN'S CHRISTIAN ASSOCIATION  
SUMMARY SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED  
FOR THE YEAR ENDED DECEMBER 31, 2004

---

Section IV - Status of Prior Years Findings and Questioned Costs, Continued

Reference Number

2003-05

Condition

The Association's July 2, 2003 reimbursement request, revealed the following conditions:

- o Noted total contact hours of 1712 as recorded on submitted sign-in sheets as compared to 2096 contact hours per reimbursement forms prepared by the Association;
- o One student reported at two (2) sites on the same day; and
- o Noted several individuals listed on the sign in sheets but were not listed on the reimbursement claim form prepared by the Association.

Recommendation

The Association should continue its dialogue with the DOE in an effort to ensure that the ASSIST system is operating in a manner that facilitates the timely and accurate reporting of all required activities.

Current Status

Resolved, the State Department of Education no longer uses the ASSIST system; as of September 2004, student's attendance is reported using the Stars system implemented by the Department of Education.