

YMCA OF NORTHWEST LOUISIANA

Shreveport, Louisiana

FINANCIAL STATEMENTS

December 31, 2020

Marsha O. Millican
A Professional Accounting Corporation
Shreveport, Louisiana

YMCA OF NORTHWEST LOUISIANA

Shreveport, Louisiana

FINANCIAL STATEMENTS

December 31, 2020

YMCA OF NORTHWEST LOUISIANA

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Marsha O. Millican

A PROFESSIONAL ACCOUNTING CORPORATION

Independent Auditor's Report

To the Board of Directors
YMCA of Northwest Louisiana
Shreveport, Louisiana

Report on the Financial Statements

I have audited the accompanying financial statements of YMCA of Northwest Louisiana (a non-profit organization) which comprise the statements of financial position, as of December 31, 2020, and the related statements of activities and changes in net assets, functional expenses, and statement of cash flows for the year then ended, and the related notes to financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America. This includes the design, implementation, and the maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my 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. These standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

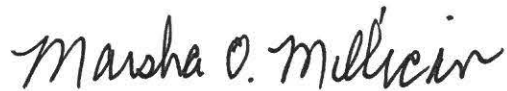
I believe that the audit evidence I have obtained is sufficient to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of YMCA of Northwest Louisiana as of December 31, 2020, and the changes in financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed on Note 9 to the financial statements, the Young Men's Christian Association of Northwest Louisiana adopted a new accounting pronouncement for the year ended December 31, 2020. My opinion is not modified with respect to this matter.

A handwritten signature in black ink that reads "Marsha O. Melicir". The signature is written in a cursive, flowing style.

Certified Public Accountant
May 19, 2021

YMCA OF NORTHWEST LOUISIANA

Statement of Financial Position

December 31, 2020

ASSETS

CURRENT ASSETS

Cash and Cash Equivalents	\$ 330,270
Accounts Receivable	21,723
Prepaid Expenses	59,527
Total Current Assets	<u>411,520</u>

FINANCE LEASE RIGHT TO USE ASSET	348,739
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PROPERTY AND EQUIPMENT	18,104,048
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OTHER ASSETS

Restricted Cash	-
Beneficial Interest in Assets of Foundation	329,226
Total Assets	<u><u>\$ 19,193,533</u></u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts Payable and Accrued Liabilities	\$ 48,895
Deferred Revenue	84,201
Payroll Protection Loan	419,600
Financing Lease Liability	90,319
Notes Payable - Due Within One Year	113,227
Total Current Liabilities	<u>756,242</u>

LONG-TERM LIABILITIES

Notes Payable - Due After One Year	4,152,395
Other Liabilities	16,151
Financing Lease Liability	244,606
Total Liabilities	<u>4,413,152</u>

Net Assets:

Without donor restrictions	13,694,913
With donor restrictions	-
Donor restricted endowment funds	329,226
	<u>14,024,139</u>

Total Net Assets	<u>14,024,139</u>
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Total Liabilities and Net Assets	<u><u>\$ 19,193,533</u></u>
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The accompanying notes are an integral part of these statements.

YMCA OF NORTHWEST LOUISIANA

Statement of Activities and Changes in Net Assets

For the Year Ended December 31, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
SUPPORT AND REVENUE:			
Support:			
Contributions	\$ 359,143	\$ 112,522	\$ 471,665
Total Support	<u>359,143</u>	<u>112,522</u>	<u>471,665</u>
Revenues:			
Membership Dues	1,996,759	-	1,996,759
Grants	-	1,635,172	1,635,172
Program Service Fees	628,408	-	628,408
Rental and Vending	55,495	-	55,495
Miscellaneous	9,476	-	9,476
Interest and Unrealized Gains	5,062	27,516	32,578
Total Revenues	<u>2,695,200</u>	<u>1,662,688</u>	<u>4,357,888</u>
Total Support and Revenue	<u>3,054,343</u>	<u>1,775,210</u>	<u>4,829,553</u>
Net Assets Released from Restrictions:			
Satisfaction of Usage Restrictions	<u>1,747,672</u>	<u>(1,747,672)</u>	<u>-</u>
Total Support and Revenues	<u>4,802,015</u>	<u>27,538</u>	<u>4,829,553</u>
EXPENSES			
Program Expenses	1,339,419	30,021	1,369,440
Administrative	2,890,212	-	2,890,212
Subtotal	<u>4,229,631</u>	<u>30,021</u>	<u>4,259,652</u>
Interest and Unrealized Losses	-	-	-
Total Expenses	<u>4,229,631</u>	<u>30,021</u>	<u>4,259,652</u>
Change in net assets	572,384	(2,483)	569,901
Net assets, beginning of year, restated-Note 13	<u>13,122,529</u>	<u>331,709</u>	<u>13,454,238</u>
Net assets, end of year	<u>\$ 13,694,913</u>	<u>\$ 329,226</u>	<u>\$ 14,024,139</u>

The accompanying notes are an integral part of this statement.

YMCA OF NORTHWEST LOUISIANA

EXHIBIT C

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2020

	<u>Membership/ Health Enhancement</u>	<u>Aquatics</u>	<u>Sports & Recreation</u>	<u>Family Life</u>	<u>Administrative</u>	<u>Total</u>
Salaries and Benefits	\$ 416,441	\$ 458,848	\$ 120,436	\$ 211,535	\$ 897,563	2,104,823
Education and Awareness	-	167,500	-	-	-	167,500
Occupancy	386,950	310,019	19,693	14,999	121,055	852,716
Printing	37	38	198	-	13,638	13,911
Information Technologies	-	-	-	-	72,634	72,634
Travel	383	29,439	-	-	7,657	37,479
Depreciation	259,713	335,661	40,535	-	-	635,909
Program Supplies	5,045	49,988	37,822	20,932	16	113,803
Legal and Audit	-	-	-	-	15,500	15,500
Interest Expense	-	-	-	-	192,126	192,126
Other	-	4,000	-	-	49,251	53,251
Total	<u>\$1,068,569</u>	<u>\$1,355,493</u>	<u>\$218,684</u>	<u>\$247,466</u>	<u>\$1,369,440</u>	<u>\$ 4,259,652</u>

The accompanying notes are an integral part of this statement.

YMCA OF NORTHWEST LOUISIANA

Statement of Cash Flows

For the Year Ended December 31, 2020

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ 569,901
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	635,909
Amortization	72,539
Unrealized gains on donor restricted funds	(9,063)
Changes in net assets and liabilities:	
Decrease in pledges receivable	9,879
Increase in accounts receivable	(21,723)
Decrease in prepaid expenses	17,352
Decrease in accounts payable and accrued expenses	(106,104)
Increase in other liabilities	1,468
Increase in deferred income	4,416
Net cash provided by operating activities	<u>1,174,574</u>

CASH FLOWS USED BY INVESTING ACTIVITIES:

Net change in beneficial interest in assets of foundation	(12,517)
Net purchase of fixed assets	(1,644,282)
Net cash used by investing activities	<u>(1,656,799)</u>

CASH FLOWS PROVIDED BY FINANCING ACTIVITIES

Finance lease right to use asset	(421,277)
Payments on finance lease	(72,538)
Proceeds from finance lease	421,277
Proceeds from PPP loan	419,600
Proceeds from long-term debt	30,889
Payments on long-term debt	<u>(16,267)</u>
Net cash provided by financing activities	<u>361,684</u>

Net increase in cash	(120,541)
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CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR

(including restricted cash of \$15,000)	<u>450,811</u>
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CASH AND CASH EQUIVALENTS, END OF YEAR

(including restricted cash of \$-0-)	<u><u>\$ 330,270</u></u>
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The accompanying notes are an integral part of this statement.

YMCA OF NORTHWEST LOUISIANA

Notes to Financial Statements

December 31, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. General:

YMCA of Northwest Louisiana (the YMCA) was organized in 1922, and is affiliated with the South Field of the National Council of the Young Men's Christian Association of the United States of America.

The YMCA is a fellowship of volunteers, members, and staff committed to enriching the quality of spiritual, mental, and physical life through programs that reflect Christian values for youth, adults, and families, regardless of race, sex, age, religion, income or ability.

B. Basis of Accounting:

The accompanying financial statements have been prepared on the accrual basis of accounting.

C. Basis of Presentation:

The financial statements of YMCA of Northwest Louisiana have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require YMCA of Northwest Louisiana to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of YMCA of Northwest Louisiana's management and board of directors.

Net assets with donor restrictions: These assets are subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of YMCA or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, these net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

D. Measure of Operations

The statement of activities reports all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to the Association's ongoing services and interest and dividends earned on investments. Nonoperating activities are limited to resources that generate return from investments and other activities considered to be of a more unusual or nonrecurring nature.

E. Cash and Cash Equivalents:

For the purpose of cash flows, the organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

F. Property and Equipment

Purchased property and equipment are stated at cost. Donated property and equipment are stated at their fair market value on the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, ranging from five to ten years.

G. Contributions:

All contributions received are considered available for use unless the donor specifies a restriction. Amounts received that are restricted by the donor for specific purposes are reported as donor restricted support that increases net assets with donor restrictions. When a donor restriction expires, donor restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

H. Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported accounts and disclosures. Accordingly, actual results could differ from those estimates.

I. Functional expenses:

The costs of providing program and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among services and supporting services benefited. Such allocations are determined by management on an equitable basis.

The expenses that are allocated include the following:

Expense	Method of Allocation
Salaries and benefits	Time and Effort
Education and awareness	Time and Effort
Occupancy	Square Footage
Printing	Full Time Equivalent
Information technologies	Full Time Equivalent
Travel	Time and Effort
Depreciation	Square Footage
Program Supplies	Time and Effort
Interest Expense	Full Time Equivalent
Other	Time and Effort

J. Income Taxes

YMCA is a nonprofit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and comparable state law as a charitable organization whereby only unrelated business income, as defined by Section 509(a)(1) of the Code is subject to federal income tax. YMCA currently has no unrelated business income. Accordingly, no provision for income tax has been recorded.

YMCA adopted the provisions of FASB ASC 740-10-25, *Income Taxes - Recognition*, on January 1, 2009. Under FASB ASC 740-10-25, an organization must recognize the tax benefit associated with tax taken for tax return purposes when it is more likely than not the position will be sustained. YMCA does not believe there are any material uncertain tax positions and, accordingly, it will not recognize any liability for unrecognized tax benefits. For the year ended December 31, 2020, there were no interest or penalties recorded or included in its financial statements. The tax years from 2017 to 2019 are open and subject to examination.

K. Donated Materials and Services

Donated materials and equipment are reflected as contributions in the accompanying financial statements at their estimated values at the date of receipt. No amounts have been reflected in the statements for donated services, inasmuch as no objective basis is available to measure the value of such services; and the donated services do not create a nonfinancial asset.

L. Concentration of Credit Risk

At December 31, 2020, the carrying amount of the Association's deposits was \$330,270 while the bank's balance was \$352,784. Bank balances of \$250,000 were collateralized by FDIC insurance and deposits of \$102,784 were uninsured and subject to risk.

M. Beneficial Interest in Assets of Foundation

Transfers of funds to the Community Foundation of Shreveport-Bossier, specifying YMCA as the beneficiary, are accounted for as an asset, in accordance with generally accepted accounting principles, and presented in the statement of financial position under the caption beneficial interest in assets of foundation.

N. New accounting pronouncement:

For the year ended June 30, 2020, the YMCA adopted Accounting Standards Update (ASU 2016-2018), *Statement of Cash Flows (Topic 230): Restricted Cash*, which addresses classification and presentation of changes in restricted cash of the statement of cash flows. ASU 2016-18 requires an entity's reconciliation of the beginning -of-period and end-of-period total amounts shown on the statement of cash flows to include cash and cash equivalents amounts generally described as restricted cash and restricted cash equivalents.

The Financial Accounting Standards Board has not defined restricted cash or cash equivalents. The YMCA considers restricted cash to include cash contributions, grants, or other support received with donor restrictions that have not been released from restriction.

2. AVAILABILITY AND LIQUIDITY

The following represents YMCA's financial assets at December 31, 2020:

Financial assets at year end:	
Cash and equivalents	\$ 330,270
Total financial assets	330,270
Less amounts not available to be used within one year:	
Net assets with donor restrictions	-
Less net assets with purpose restriction to be met in less than a year	-
	-
Financial assets available to meet general expenditures over the next twelve months	\$ 330,270

YMCA's goal is generally to maintain financial assets to meet 90 days of operating expenses. As part of its liquidity plan, excess cash is invested in interest-bearing accounts.

3. Accounts Receivable

Unconditional promises to give at December 31, 2020, consisted of the following:

Receivable in less than one year	\$ 21,723
Receivable in one to two years	-
Total unconditional promises to give	\$ 21,723

4. BENEFICIAL INTEREST IN ASSETS OF FOUNDATION

In 2008, YMCA established a designated agency endowment fund agreement with the Community Foundation of Shreveport-Bossier (the "Foundation") called "The Ronald Wehlander YMCA Endowment Fund" (Fund). The Foundation has ownership of the funds while the organization retains a beneficial interest in the earnings and capital appreciation. Net investment income and/or capital appreciation of the endowment fund, as governed by the Foundation's spending policy, is distributed to YMCA at least annually for as long as YMCA is a qualified charitable organization.

The fair market value of the Fund at December 31, 2020 was \$329,226. For the year ended December 31, 2020, the Fund earned interest and dividends, which are reflected as donor restricted endowment funds in the financial statements.

Activity of this beneficial interest is summarized as follows:

Balance at December 31, 2019	\$ 316,709
Contributions/additions	22
Interest and dividends	5,035
Net realized and unrealized gains(losses)	22,481
Grants/scholarships	(12,022)
Administrative fees	(2,999)
	<hr/>
Balance at December 31, 2020	<u>\$ 329,226</u>

5. FIXED ASSETS:

Fixed assets at December 31, 2020 consisted of the following:

Land	\$ 3,482,368
Building and Improvements	19,004,713
Furniture and Equipment	1,212,358
	<hr/>
Total Costs	23,699,439
Less Accumulated Depreciation	(5,595,391)
	<hr/>
	18,104,048
	<hr/>
Net Fixed Assets	<u>\$ 18,104,048</u>

6. NET ASSETS

Net assets with donor restrictions were as follows for the year ended December 31, 2020:

Specific Purpose	
Donor restricted endowment fund:	\$ 329,226
	<hr/>
Total	<u>\$ 329,226</u>

Net assets without donor restriction for the year ended December 31, 2020 are as follows:

Undesignated	\$ 13,694,913
	<hr/>
Total	<u>\$ 13,694,913</u>

Net assets released from net assets with donor restrictions are as follows:

	<u>2020</u>
Satisfaction of Purpose Restrictions	
Sports and Recreation	\$ 1,732,672
Nature Reserve Campaign	<u>15,000</u>
Total	<u><u>\$ 1,747,672</u></u>

7. NOTES PAYABLE:

A summary of notes payable at December 31, 2020 is as follows:

	<u>Regions Bank</u>	<u>Regions Bank</u>	<u>Regions Bank</u>
Balance, December 31, 2019	\$4,251,000	\$ -	\$ 4,251,000
Issuances	-	30,889	30,889
Principal Payments	<u>(15,357)</u>	<u>(910)</u>	<u>(16,267)</u>
Balance, December 31, 2020	<u><u>\$4,235,643</u></u>	<u><u>\$29,979</u></u>	<u><u>\$4,265,622</u></u>

Note due in payments of interest only until August 21, 2020 when monthly payments of \$26,689 commence, including principal and interest. The loan bears interest at a rate of 4.5% and is collateralized by the YMCA building on Preston Road in Shreveport, Louisiana.

Note due in 60 monthly payments of \$526 beginning October 21, 2020. The loan bears interest at a rate of 4.5% and is unsecured.

The annual requirements to amortize debt outstanding as of December 31, 2020, including interest of \$1,291,343 are as follows:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 113,227	\$ 213,952	\$ 327,179
2022	118,910	208,035	326,945
2023	129,241	197,938	327,179
2024	135,740	191,439	327,179
2025	141,528	185,203	326,731
Thereafter	<u>3,626,976</u>	<u>294,776</u>	<u>3,921,752</u>
Total	<u><u>\$4,265,622</u></u>	<u><u>\$1,291,343</u></u>	<u><u>\$ 5,556,965</u></u>

8. LINE OF CREDIT PAYABLE:

The line of credit is due on demand, unsecured, and bears interest at 6.4% per annum. Draws on the line of credit were \$-0- and principal payments on the line of credit were \$-0- for the year ended December 31, 2020. Available credit at December 31, 2020 was \$350,000.

9. LEASES:

The YMCA adopted FASB ASC 842, *Leases* during the year ended December 31, 2020. Under this Statement, a lessee is required to recognize a lease liability and an intangible lease right-or-use asset ("ROU").

The YMCA has the following leases:

Fitness equipment with an initial present value of \$69,771, an annual interest rate of 4.5%, included in 36 monthly payments of \$2,439 with an option to purchase the equipment at fair market value at the end of the lease term.

Fitness equipment with an initial present value of \$351,506, an annual interest rate of 4.5%, included in 60 monthly payments of \$6,921 with an option to purchase the equipment for 1\$.

The following schedule summarized lease information for 2020:

Cash paid for amounts included in the measurement of lease and liabilities for operating leases - \$43,110.

ROU assets obtained in exchange for lease liabilities - \$421,276.

Weighted average remaining term (in years) - 3.5

Weighted average discount rate - 4.5%

Maturities are as follows: December 31, 2021 - \$90,319; December 31, 2022 - \$94,469; December 31, - 2023 - \$73,383, December 31, 2024 - \$76,754.

10. PAYCHECK PROTECTION PROGRAM

On April 8, 2021, the YMCA was granted a loan from ANECA Federal Credit Union in the amount of \$419,600 pursuant to the Paycheck Protection Program (the PPP) under Division A, Title 1 of the CARES Act, which was enacted on March 7, 2020. The loan was in the form of a Note dated April 8, 2020 and bears interest at a rate of 1.00% per annum. The loan is due on April 8, 2022. Funds from the loan may only be used for payroll costs, costs used to continue group health care benefits, mortgage payments, rent, utilities, and interest on other debt obligations incurred before February 15, 2020. The YMCA intends to use the entire loan amount for qualifying expenses. Under the terms of the PPP, certain amounts of the loan may be forgiven if they are used for qualifying expenses as described in the CARES act.

11. RETIREMENT PLAN:

The YMCA participates in a defined contribution administered by the Young Men's Christian Association Retirement Fund (a separate corporation) effective August 1, 2005. The plan is for the benefit of substantially all full-time professional and support staff of the YMCA. Contributions made by the Association were 8% of the participating employee's salary and are remitted to the YMCA Retirement Fund monthly. Contributions charged to retirement costs totaled \$61,938 based on eligible wages of \$774,225.

12. SUBSEQUENT EVENTS:

Subsequent to year end, YMCA's operations have been disrupted by the Coronavirus (COVID-19) pandemic, which adversely impacted the ability to conduct operations. The YMCA relies on membership dues and donations to support the majority of its programs. The closure of facilities due to the pandemic has prevented the delivery of services and resulted in the loss of revenue from cancelled memberships and programs.

The global outbreak of COVID-19 continues to rapidly evolve, and the ultimate impact of the pandemic is highly uncertain. While the YMCA expects that the COVID-19 outbreak may adversely impact the fiscal year 2021 results, it cannot at this time accurately predict the full extent to which the COVID-19 outbreak will affect finances and operations. Adverse consequences of the COVID-19 outbreak may include a decline in membership and program registrations, cancellation of fund raising events, increased operating costs, and a decline in revenues resulting from fewer grants and contributions. The YMCA continues to monitor developments and the directives of federal, state, and local officials to determine what additional precautions and procedures need to be implemented.

13. PRIOR PERIOD ADJUSTMENT:

During the year ended December 31, 2020, management determined the gain on the sale of the Broadmoor YMCA was overstated. The Statement of Financial Position at December 31, 2019 was restated as follows:

Property and Equipment was increased by \$332,886 and net assets without donor restrictions was decreased by \$332,886.

YMCA OF NORTHWEST LOUISIANA

Schedule of Compensation, Benefits and Other Payments to Agency Head

Year Ended December 31, 2020

Louisiana Revised Statute 24:513 (A) (3) requires reporting of the total compensation, reimbursements, and benefits paid to the agency head or chief executive officer. This law was further amended by Act 462 of the 2015 Regular Session of the Louisiana Legislature to clarify that nongovernmental or not-for-profit local auditees are required to report only the compensation, reimbursements, and benefits paid to the agency head or chief executive officer from public funds.

The YMCA is not required to report the total compensation, reimbursements, and benefits paid to Gary Lash, Executive Director, as none of those payments were made from public funds.



Marsha O. Millican

A PROFESSIONAL ACCOUNTING CORPORATION

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COPLIANCE AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

Board of Directors
YMCA of Northwest Louisiana
Shreveport, Louisiana

I have audited, in accordance with the 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, the financial statements of YMCA of Northwest Louisiana as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the YMCA's basic financial statements, and have issued my report thereon dated May 19, 2021.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered YMCA of Northwest Louisiana's internal control over financial reporting to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the YMCA's internal control. Accordingly, I do not express an opinion on the effectiveness of the YWCA's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the YMCA's financial statements will not be prevented, or detected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

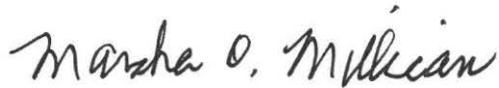
My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during my audit, I did not identify any deficiencies in internal control that I consider to be material weaknesses. However material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether YMCA of Northwest Louisiana 's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the YMCA's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the YMCA's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Certified Public Accountant
May 19, 2021

YMCA OF NORTHWEST LOUISIANA

Corrective Action Taken on Prior Year Findings

For the Year Ended December 31, 2020

There were no findings for the year ended December 31, 2019.

YMCA OF NORTHWEST LOUISIANA

Schedule of Findings

For the Year Ended December 31, 2020

There were no findings for the year ended December 31, 2020.

June 2, 2021

Young Men's Christian Association
of Northwest Louisiana
400 McNeil Street
Shreveport, Louisiana 71101

Final billing regarding audit of the financial statements for the
year ended December 31, 2020.

\$ 4,500.00