

FINANCIAL STATEMENTS

AND

INDEPENDENT AUDITORS' REPORT

YOUNG MEN'S CHRISTIAN ASSOCIATION
OF SOUTHWEST KANSAS, INC.

DECEMBER 31, 2017 AND 2016

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CERTIFIED PUBLIC ACCOUNTANTS
and
BUSINESS ADVISORS

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Young Men's Christian Association of Southwest Kansas, Inc.

We have audited the accompanying statement of cash receipts, cash disbursements, and cash balances of the Young Men's Christian Association of Southwest Kansas, Inc. (a nonprofit organization) as of December 31, 2017 and 2016 and the related notes to the 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 the cash receipts and disbursements basis of accounting as described in Note A; this includes determining that the cash receipts and disbursements basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and 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

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in 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 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, we 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash receipts, cash disbursements, and cash balances of Young Men's Christian Association of Southwest Kansas, Inc. as of December 31, 2017 and 2016, in accordance with the cash receipts and disbursements basis of accounting described in Note A.

Basis of Accounting

We draw attention to Note A of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash receipts and disbursements basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Brungardt Hower
Ward Elliott & Pfeifer L. C.

Garden City, Kansas
September 20, 2018

Young Men's Christian Association of Southwest Kansas, Inc.

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS,
AND CASH BALANCES

Year Ended December 31, 2017

| | Operating Funds | | | Total |
|--|------------------|------------------------|------------------------|------------------|
| | Unrestricted | Temporarily Restricted | Permanently Restricted | |
| CASH RECEIPTS | | | | |
| Membership dues | \$ 1,319,763 | \$ - | \$ - | \$ 1,319,763 |
| Program fees | 867,378 | - | - | 867,378 |
| Contributions | 79,266 | 410,380 | - | 489,646 |
| Royalties | 14,365 | - | - | 14,365 |
| Grant income | - | 95,000 | - | 95,000 |
| United Way allocation | 28,550 | - | - | 28,550 |
| Merchandise sales | 32,726 | - | - | 32,726 |
| Investment income | 536 | - | 4,832 | 5,368 |
| Loan proceeds | 140,106 | 143,447 | - | 283,553 |
| Other income | 45,122 | - | - | 45,122 |
| Management income-Dodge City | 7,500 | - | - | 7,500 |
| Transfers | 744,419 | 119,708 | - | 864,127 |
| TOTAL CASH RECEIPTS | 3,279,731 | 768,535 | 4,832 | 4,053,098 |
| Cash disbursements | | | | |
| Salaries and wages | 1,189,901 | - | - | 1,189,901 |
| Employee benefits | 138,522 | - | - | 138,522 |
| Payroll taxes | 97,085 | - | - | 97,085 |
| Program expenses | 222,766 | 119,951 | - | 342,717 |
| Utilities | 240,316 | - | - | 240,316 |
| Supplies | 83,623 | - | - | 83,623 |
| Insurance | 41,220 | - | - | 41,220 |
| Equipment, real estate improvements, repairs and maintenance | 208,936 | 505,560 | - | 714,496 |
| Dues to YMCA of USA | 46,200 | - | - | 46,200 |
| Professional fees | 28,500 | - | - | 28,500 |
| Printing and publications | 27,635 | - | - | 27,635 |
| Property tax | 1,375 | - | - | 1,375 |
| Postage and shipping | 18,558 | - | - | 18,558 |
| Telephone | 14,888 | - | - | 14,888 |
| Conferences, travel and training | 25,959 | - | - | 25,959 |
| Interest | 6,958 | 2,442 | - | 9,400 |
| Loan payments | 114,664 | 74,975 | - | 189,639 |
| Other | 143,148 | - | - | 143,148 |
| Management & reimb. expenses-Dodge City | - | 1,428 | - | 1,428 |
| Association fees-Dodge City | - | 7,500 | - | 7,500 |
| Grant expenses | - | 6,180 | - | 6,180 |
| Transfers | 625,384 | 238,743 | - | 864,127 |
| Total cash disbursements | 3,275,638 | 956,779 | - | 4,232,417 |
| Cash receipts over (under) cash disbursements | 4,093 | (188,244) | 4,832 | (179,319) |
| Cash, beginning of year | 49,797 | 315,936 | 60,072 | 425,805 |
| Cash, end of year | \$ 53,890 | \$ 127,692 | \$ 64,904 | \$ 246,486 |

The accompanying notes are an integral part of these statements.

Young Men's Christian Association of Southwest Kansas, Inc.

STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS,
AND CASH BALANCES

Year Ended December 31, 2016

| | Operating Funds | | | Total |
|--|------------------|------------------------|------------------------|------------------|
| | Unrestricted | Temporarily Restricted | Permanently Restricted | |
| CASH RECEIPTS | | | | |
| Membership dues | \$ 1,336,003 | \$ - | \$ - | \$ 1,336,003 |
| Program fees | 862,977 | - | - | 862,977 |
| Contributions | 46,607 | 561,457 | - | 608,064 |
| Royalties | 9,330 | - | - | 9,330 |
| Grant income | - | 189,290 | - | 189,290 |
| United Way allocation | 33,800 | - | - | 33,800 |
| Merchandise sales | 36,641 | - | - | 36,641 |
| Investment income | 342 | - | 3,329 | 3,671 |
| Loan proceeds | 176,117 | 12,000 | - | 188,117 |
| Other income | 30,481 | - | - | 30,481 |
| Management income-Dodge City | 18,000 | - | - | 18,000 |
| Transfers | 708,019 | 90,113 | - | 798,132 |
| TOTAL CASH RECEIPTS | 3,258,317 | 852,860 | 3,329 | 4,114,506 |
| Cash disbursements | | | | |
| Salaries and wages | 1,262,269 | - | - | 1,262,269 |
| Employee benefits | 131,207 | - | - | 131,207 |
| Payroll taxes | 102,669 | - | - | 102,669 |
| Program expenses | 209,782 | 112,959 | - | 322,741 |
| Utilities | 225,020 | - | - | 225,020 |
| Supplies | 95,607 | - | - | 95,607 |
| Insurance | 43,926 | - | - | 43,926 |
| Equipment, real estate improvements, repairs and maintenance | 164,030 | - | - | 164,030 |
| Dues to YMCA of USA | 64,461 | - | - | 64,461 |
| Professional fees | 33,195 | - | - | 33,195 |
| Printing and publications | 27,599 | - | - | 27,599 |
| Property tax | 2,195 | - | - | 2,195 |
| Postage and shipping | 18,367 | - | - | 18,367 |
| Telephone | 13,581 | - | - | 13,581 |
| Conferences, travel and training | 36,153 | - | - | 36,153 |
| Interest | 3,400 | 872 | - | 4,272 |
| Loan payments | 108,964 | 64,769 | - | 173,733 |
| Other | 138,274 | 87,356 | - | 225,630 |
| Management & reimb. expenses-Dodge City | - | 11,662 | - | 11,662 |
| Association fees-Dodge City | - | 18,000 | - | 18,000 |
| Grant expenses | - | 10,585 | - | 10,585 |
| Transfers | 557,326 | 240,806 | - | 798,132 |
| Total cash disbursements | 3,238,025 | 547,009 | - | 3,785,034 |
| Cash receipts over (under) cash disbursements | 20,292 | 305,851 | 3,329 | 329,472 |
| Cash, beginning of year | 29,505 | 10,085 | 56,743 | 96,333 |
| Cash, end of year | \$ 49,797 | \$ 315,936 | \$ 60,072 | \$ 425,805 |

The accompanying notes are an integral part of these statements.

Young Men's Christian Association of Southwest Kansas, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2017 and 2016

NOTE A - SUMMARY OF ACCOUNTING POLICIES

A summary of significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

1. Nature of activities

The Young Men's Christian Association of Southwest Kansas, Inc. (YMCA), is a not-for-profit membership organization organized August 17, 1964. The YMCA serves the area in and around Garden City and Dodge City, Kansas. The YMCA's mission is to put Christian principles into practice through programs that build healthy spirit, mind and body for all.

2. Basis of accounting

The accompanying financial statements have been prepared on the cash receipts and disbursements basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. Under that basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and non-cash transactions are not recognized. The cash receipts and disbursements basis of accounting differs from generally accepted accounting principles primarily because the effects of outstanding dues and obligations for assessments unpaid at the date of the financial statements are not included in the financial statements. Under the cash receipts and disbursements basis of accounting, capital assets and the related liabilities are not recorded and investments are reported at cost, which is also significantly different from the cash basis of reporting.

Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the organization and changes therein are classified and reported as follows:

Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations.

Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the YMCA and/or the passage of time.

Permanently restricted net assets - Net assets subject to donor-imposed stipulations that must be maintained permanently by the YMCA.

Young Men's Christian Association of Southwest Kansas, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2017 and 2016

NOTE A - SUMMARY OF ACCOUNTING POLICIES - CONTINUED

3. Fund accounting

To ensure observance of limitations and restrictions placed on the use of resources available to the YMCA, the accounts of the Organization are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purposes.

Separate accounts are maintained for each fund. However, in the accompanying financial statements, funds that have similar characteristics have been combined into fund groups. Accordingly, all financial transactions have been recorded and reported by fund group.

The cash transactions of the YMCA are reported in one self-balancing fund group as follows:

Operating funds, which include unrestricted and restricted resources, represent the portion of expendable funds that are available for support of YMCA operations.

4. Expendable restricted resources

Operating and plant funds restricted by the Board, donor, grantor or other outside parties for particular operating purposes are deemed to be earned and reported as receipts of operating funds or as additions to plant funds, respectively, when the YMCA has received the cash.

5. Investments

Investments are composed of mutual funds investing in debt and equity securities and are carried at cost.

6. Income taxes

The YMCA is a nonprofit organization as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes. Accordingly, contributions to the YMCA are tax deductible to the donor. The YMCA is, however, subject to income taxes on unrelated business income. Pursuant to ASC 740 "Accounting for Uncertainty in Income Taxes" management has determined that there are no unrecognized tax benefits or liabilities as of December 31, 2017 or 2016.

The YMCA's tax returns for the years ended December 31, 2015, 2016, and 2017 are subject to examination generally for three years after they are filed.

Young Men's Christian Association of Southwest Kansas, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2017 and 2016

NOTE A - SUMMARY OF ACCOUNTING POLICIES - CONTINUED

7. Revenue recognition

Pursuant to section 605 of ASC 958 "Revenue Recognition for Not-For-Profit Entities," contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

All donor-restricted contributions are reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of cash receipts, cash disbursements and cash balances as net assets released from restrictions.

8. Contributed services

The YMCA receives a substantial amount of services donated by various outside organizations and individuals. No amounts have been reflected in the financial statements for those services since they do not meet the criteria for recognition.

9. Functional expenses

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

10. Subsequent events

Subsequent events for Young Men's Christian Association of Southwest Kansas, Inc. have been evaluated through September 20, 2018, which is the date the audit report was available to be issued.

NOTE B - CASH

Cash balances from all funds are combined and invested to the extent available in authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost.

Young Men's Christian Association of Southwest Kansas, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2017 and 2016

NOTE B - CASH - CONTINUED

Cash at December 31, consists of the following:

| | | |
|-----------------------|------------------|------------------|
| Cash in bank: | <u>2017</u> | <u>2016</u> |
| Western State Bank | \$329,966 | \$214,179 |
| First National Bank | 26,123 | 299,511 |
| Commerce Bank | - | 23,588 |
| Deposits in transit | 5,878 | 18,457 |
| Outstanding checks | <u>(180,385)</u> | <u>(190,003)</u> |
| Total cash in bank | 181,582 | 365,732 |
| Investments: | | |
| American Funds - cost | <u>64,904</u> | <u>60,072</u> |
| Total cash | <u>\$246,486</u> | <u>\$425,805</u> |

NOTE C - INVESTMENTS

Investments as of December 31, are summarized as follows:

| | | |
|--|------------------|------------------|
| American Balanced Fund Class A at cost | <u>2017</u> | <u>2016</u> |
| Unrealized gain (loss) | \$ 64,904 | \$ 60,072 |
| | <u>28,356</u> | <u>20,691</u> |
| Total investments at fair value | <u>\$ 93,260</u> | <u>\$ 80,763</u> |

Mutual fund investments are considered cash for the purposes of these statements.

NOTE D - DESIGNATED RESTRICTIONS

Board designations to unrestricted funds at December 31, are summarized as follows:

| | | |
|-------------------------------|------------------|------------------|
| Maintenance reserve | <u>2017</u> | <u>2016</u> |
| Staff development reserve | \$ 1,001 | \$ 1,022 |
| Equipment reserve | 1,001 | 1,083 |
| Dodge City branch reserve | 3,003 | 2,080 |
| State unemployment reserve | 27,862 | 414 |
| | <u>23,623</u> | <u>23,589</u> |
| Total designated restrictions | <u>\$ 56,490</u> | <u>\$ 28,188</u> |

Young Men's Christian Association of Southwest Kansas, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2017 and 2016

NOTE E - LINE OF CREDIT PAYABLE

At December 31, 2016 and 2017, the YMCA had a \$100,000 operating line of credit with the First National Bank collateralized by the property and equipment to be drawn upon as needed with a variable interest rate. As of December 31, 2016, the balance was \$47,500 with an interest rate of 7.00%. As of December 31, 2017, the balance was \$65,000 with an interest rate of 7.50%.

At December 31, 2016 and 2017, the YMCA had a \$900,000 and a \$1,451,296, respectively, capital improvement line of credit with the First National Bank collateralized by a mortgage on property and equipment to be drawn upon as needed. As of December 31, 2016, the balance was zero with an interest rate of 5.25%. As of December 31, 2017 the balance was \$68,472 with an interest rate of 5.75%.

NOTE F - NOTES PAYABLE

At December 31, 2016 and 2017, the YMCA had a 7.50% fixed rate note payable to the First National Bank due in monthly installments of \$1,170, collateralized by a mortgage on property and equipment. As of December 31, 2016 the balance was \$74,653 and as of December 31, 2017 the balance was \$65,990.

At December 31, 2017, the YMCA had a 7.00% fixed rate note payable to the First National Bank due on March 12, 2018 collateralized by a mortgage on property and equipment. As of December 31, 2017 the balance was \$16,606.

NOTE G - LEASES

Over the past several years, the YMCA entered into capital leases to purchase exercise and office equipment. Leases outstanding at year-end are as follows:

| | <u>Date of Issue</u> | <u>Maturity Date</u> | <u>Outstanding Interest Rates</u> | <u>Balance 12/31/17</u> | <u>Balance 12/31/16</u> |
|-------------------------------|--------------------------|--------------------------|---|-----------------------------|-----------------------------|
| Macrolease #26824 | 06/15/15 | 05/15/18 | 4.18% | \$ 3,444 | \$ 11,469 |
| Macrolease #27241 | 12/29/15 | 12/15/18 | 4.16% | 9,798 | 19,198 |
| Western State Bank #158120034 | 9/26/16 | 09/26/21 | 5.50% | <u>10,518</u> | <u>12,966</u> |
| | | | | <u>\$ 23,760</u> | <u>\$ 43,633</u> |

Young Men's Christian Association of Southwest Kansas, Inc.

NOTES TO FINANCIAL STATEMENTS

December 31, 2017 and 2016

NOTE G - LEASES - CONTINUED

The annual requirements to amortize the leases outstanding at December 31, 2017, including interest payments, are as follows:

| <u>Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|------------------|-----------------|-----------------|
| 2018 | \$15,830 | \$ 779 | \$16,609 |
| 2019 | 2,736 | 373 | 3,109 |
| 2020 | 2,892 | 218 | 3,110 |
| 2021 | <u>2,302</u> | <u>63</u> | <u>2,365</u> |
| Total | <u>\$23,760</u> | <u>\$ 1,433</u> | <u>\$25,193</u> |

NOTE H - COMPENSATED ABSENCES

Full-time employees of the YMCA are entitled to paid vacation, depending on length of service. Unused vacation leave is lost if not used within the year following the year earned. Full-time employees of the YMCA accumulate paid sick leave at a maximum rate of 80 hours per year up to 480 hours. Unused sick leave is lost upon termination of employment. Employees exempt from the minimum wage and overtime provisions of the Fair Labor Standards Act are entitled to one paid personal leave day per year. Personal leave is lost if not used within the year following the year earned. The YMCA's policy is to recognize the costs of compensated absences when actually paid.

NOTE I - EMPLOYEE BENEFIT PLAN

The YMCA has a defined contribution salary deferral plan. Under the plan, the YMCA contributes seven percent and the employee contributes five percent of the employee's eligible salary. Plan expenses incurred by the Organization during 2017 and 2016 respectively were \$36,946 and \$37,165.

NOTE J - CAPITALIZATION POLICY

All acquisitions of property and equipment at a cost of \$1,000 or more, and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method.

SUPPLEMENTAL INFORMATION

Brungardt Hower
Ward Elliott & Pfeifer L.C.

CERTIFIED PUBLIC ACCOUNTANTS
and
BUSINESS ADVISORS

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INDEPENDENT AUDITORS' REPORT
ON SUPPLEMENTAL INFORMATION

To the Board of Directors of
Young Men's Christian Association of Southwest Kansas, Inc.

We have audited the statement of cash receipts, cash disbursements, and cash balances of the Young Men's Christian Association of Southwest Kansas, Inc. as of December 31, 2017 and 2016 and have issued our report thereon dated September 20, 2018, which contained an unqualified opinion on those financial statements. Our audits were performed for the purpose of forming an opinion on the financial statements as a whole. The combining schedule of cash receipts, cash disbursements, and cash balances is presented for the purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Brungardt Hower
Ward Elliott & Pfeifer L.C.

Garden City, Kansas
September 20, 2018

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Young Men's Christian Association of Southwest Kansas, Inc.

COMBINING SCHEDULE OF CASH RECEIPTS, CASH DISBURSEMENTS,
AND CASH BALANCES - OPERATING FUNDS

Year Ended December 31, 2017

| | Unrestricted | | | | Total |
|--|------------------|------------------------------|----------------|----------------------------|------------------|
| | Programs | Management and General | Fund Raising | Designated Unrestricted | |
| Cash receipts | | | | | |
| Membership dues | \$ 1,319,763 | \$ - | \$ - | \$ - | \$ 1,319,763 |
| Program fees | 867,378 | - | - | - | 867,378 |
| Contributions | - | - | 79,266 | - | 79,266 |
| Royalties | - | 14,365 | - | - | 14,365 |
| Grant income | - | - | - | - | - |
| United Way allocation | - | - | 28,550 | - | 28,550 |
| Merchandise sales | - | - | 32,726 | - | 32,726 |
| Investment income | - | - | - | 536 | 536 |
| Loan proceeds | - | 116,606 | - | 23,500 | 140,106 |
| Other income | - | 45,122 | - | - | 45,122 |
| Management income-Dodge City | - | 7,500 | - | - | 7,500 |
| Transfers | - | 710,053 | 6,600 | 27,766 | 744,419 |
| Total cash receipts | 2,187,141 | 893,646 | 147,142 | 51,802 | 3,279,731 |
| Cash disbursements | | | | | |
| Salaries and wages | 662,565 | 410,813 | 116,523 | - | 1,189,901 |
| Employee benefits | 77,129 | 47,818 | 13,575 | - | 138,522 |
| Payroll taxes | 54,057 | 33,514 | 9,514 | - | 97,085 |
| Program expenses | 222,766 | - | - | - | 222,766 |
| Utilities | 192,253 | 48,063 | - | - | 240,316 |
| Supplies | 54,355 | 25,087 | 4,181 | - | 83,623 |
| Insurance | 32,976 | 8,244 | - | - | 41,220 |
| Equipment, real estate improvements, repairs and maintenance | 146,256 | 62,680 | - | - | 208,936 |
| Dues to YMCA of USA | - | 46,200 | - | - | 46,200 |
| Professional fees | - | 28,500 | - | - | 28,500 |
| Printing and publications | 12,607 | 12,607 | 2,421 | - | 27,635 |
| Property tax | - | 1,375 | - | - | 1,375 |
| Postage and shipping | 7,423 | 10,207 | 928 | - | 18,558 |
| Telephone | 7,444 | 7,444 | - | - | 14,888 |
| Conferences, travel and training | 16,873 | 9,086 | - | - | 25,959 |
| Interest | 3,479 | 3,479 | - | - | 6,958 |
| Loan payments | - | 91,164 | - | 23,500 | 114,664 |
| Other | 71,574 | 71,574 | - | - | 143,148 |
| Management & reimb. expenses-DC | - | - | - | - | - |
| Association fees-Dodge City | - | - | - | - | - |
| Grant expenses | - | - | - | - | - |
| Transfers | 625,384 | - | - | - | 625,384 |
| Total cash disbursements | 2,187,141 | 917,855 | 147,142 | 23,500 | 3,275,638 |
| Cash receipts over (under) cash disbursements | - | (24,209) | - | 28,302 | 4,093 |
| Cash, beginning of year | - | 21,609 | - | 28,188 | 49,797 |
| Cash, end of year | \$ - | \$ (2,600) | \$ - | \$ 56,490 | \$ 53,890 |

See independent auditors' report on supplemental information.

| Temporarily Restricted | | | | | Permanently Restricted | Total Operating Funds |
|------------------------|-------------------|-------------------|----------------|-------------------|------------------------|-----------------------|
| Fitness | Capital Campaign | Founders Campaign | Other | Total | YMCA Heritage Club | |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,319,763 |
| - | - | - | - | - | - | 867,378 |
| 7,921 | 272,054 | 1,250 | 129,155 | 410,380 | - | 489,646 |
| - | - | - | - | - | - | 14,365 |
| - | - | - | 95,000 | 95,000 | - | 95,000 |
| - | - | - | - | - | - | 28,550 |
| - | - | - | - | - | - | 32,726 |
| - | - | - | - | - | 4,832 | 5,368 |
| - | 143,447 | - | - | 143,447 | - | 283,553 |
| - | - | - | - | - | - | 45,122 |
| - | - | - | - | - | - | 7,500 |
| 112,030 | - | 7,678 | - | 119,708 | - | 864,127 |
| <u>119,951</u> | <u>415,501</u> | <u>8,928</u> | <u>224,155</u> | <u>768,535</u> | <u>4,832</u> | <u>4,053,098</u> |
| - | - | - | - | - | - | 1,189,901 |
| - | - | - | - | - | - | 138,522 |
| - | - | - | - | - | - | 97,085 |
| 119,951 | - | - | - | 119,951 | - | 342,717 |
| - | - | - | - | - | - | 240,316 |
| - | - | - | - | - | - | 83,623 |
| - | - | - | - | - | - | 41,220 |
| - | 505,560 | - | - | 505,560 | - | 714,496 |
| - | - | - | - | - | - | 46,200 |
| - | - | - | - | - | - | 28,500 |
| - | - | - | - | - | - | 27,635 |
| - | - | - | - | - | - | 1,375 |
| - | - | - | - | - | - | 18,558 |
| - | - | - | - | - | - | 14,888 |
| - | - | - | - | - | - | 25,959 |
| - | 2,442 | - | - | 2,442 | - | 9,400 |
| - | 74,975 | - | - | 74,975 | - | 189,639 |
| - | - | - | - | - | - | 143,148 |
| - | - | 1,428 | - | 1,428 | - | 1,428 |
| - | - | 7,500 | - | 7,500 | - | 7,500 |
| - | - | - | 6,180 | 6,180 | - | 6,180 |
| - | 20,768 | - | 217,975 | 238,743 | - | 864,127 |
| <u>119,951</u> | <u>603,745</u> | <u>8,928</u> | <u>224,155</u> | <u>956,779</u> | <u>-</u> | <u>4,232,417</u> |
| - | (188,244) | - | - | (188,244) | 4,832 | (179,319) |
| - | 315,936 | - | - | 315,936 | 60,072 | 425,805 |
| <u>-</u> | <u>\$ 127,692</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 127,692</u> | <u>\$ 64,904</u> | <u>\$ 246,486</u> |

Young Men's Christian Association of Southwest Kansas, Inc.

COMBINING SCHEDULE OF CASH RECEIPTS, CASH DISBURSEMENTS,
AND CASH BALANCES - OPERATING FUNDS

Year Ended December 31, 2016

| | Unrestricted | | | | Total |
|--|------------------|------------------------------|----------------|----------------------------|------------------|
| | Programs | Management and General | Fund Raising | Designated Unrestricted | |
| Cash receipts | | | | | |
| Membership dues | \$ 1,336,003 | \$ - | \$ - | \$ - | \$ 1,336,003 |
| Program fees | 862,977 | - | - | - | 862,977 |
| Contributions | - | - | 46,607 | - | 46,607 |
| Royalties | - | 9,330 | - | - | 9,330 |
| Grant income | - | - | - | - | - |
| United Way allocation | - | - | 33,800 | - | 33,800 |
| Merchandise sales | - | - | 36,641 | - | 36,641 |
| Investment income | - | - | - | 342 | 342 |
| Loan proceeds | - | 176,117 | - | - | 176,117 |
| Other income | - | 30,481 | - | - | 30,481 |
| Management income-Dodge City | - | 18,000 | - | - | 18,000 |
| Transfers | - | 694,652 | 13,367 | - | 708,019 |
| Total cash receipts | 2,198,980 | 928,580 | 130,415 | 342 | 3,258,317 |
| Cash disbursements | | | | | |
| Salaries and wages | 779,589 | 380,385 | 102,295 | - | 1,262,269 |
| Employee benefits | 81,033 | 39,533 | 10,641 | - | 131,207 |
| Payroll taxes | 63,409 | 30,934 | 8,326 | - | 102,669 |
| Program expenses | 209,782 | - | - | - | 209,782 |
| Utilities | 180,016 | 45,004 | - | - | 225,020 |
| Supplies | 62,145 | 28,682 | 4,780 | - | 95,607 |
| Insurance | 35,141 | 8,785 | - | - | 43,926 |
| Equipment, real estate improvements, repairs and maintenance | 114,821 | 49,209 | - | - | 164,030 |
| Dues to YMCA of USA | - | 64,461 | - | - | 64,461 |
| Professional fees | - | 33,195 | - | - | 33,195 |
| Printing and publications | 12,072 | 12,072 | 3,455 | - | 27,599 |
| Property tax | - | 2,195 | - | - | 2,195 |
| Postage and shipping | 7,347 | 10,102 | 918 | - | 18,367 |
| Telephone | 6,791 | 6,790 | - | - | 13,581 |
| Conferences, travel and training | 23,499 | 12,654 | - | - | 36,153 |
| Interest | 1,700 | 1,700 | - | - | 3,400 |
| Loan payments | - | 108,964 | - | - | 108,964 |
| Other | 69,137 | 69,137 | - | - | 138,274 |
| Management & reimb. expenses-DC | - | - | - | - | - |
| Association fees-Dodge City | - | - | - | - | - |
| Grant expenses | - | - | - | - | - |
| Transfers | 552,498 | - | - | 4,828 | 557,326 |
| Total cash disbursements | 2,198,980 | 903,802 | 130,415 | 4,828 | 3,238,025 |
| Cash receipts over (under) cash disbursements | - | 24,778 | - | (4,486) | 20,292 |
| Cash, beginning of year | - | (3,169) | - | 32,674 | 29,505 |
| Cash, end of year | \$ - | \$ 21,609 | \$ - | \$ 28,188 | \$ 49,797 |

See independent auditors' report on supplemental information.

| Temporarily Restricted | | | | | Permanently Restricted | Total Operating Funds |
|------------------------|-------------------|-------------------|----------------|-------------------|------------------------|-----------------------|
| Fitness | Capital Campaign | Founders Campaign | Other | Total | YMCA Heritage Club | |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,336,003 |
| - | - | - | - | - | - | 862,977 |
| 61,539 | 418,240 | 27,607 | 54,071 | 561,457 | - | 608,064 |
| - | - | - | - | - | - | 9,330 |
| - | - | - | 189,290 | 189,290 | - | 189,290 |
| - | - | - | - | - | - | 33,800 |
| - | - | - | - | - | - | 36,641 |
| - | - | - | - | - | 3,329 | 3,671 |
| - | 12,000 | - | - | 12,000 | - | 188,117 |
| - | - | - | - | - | - | 30,481 |
| - | - | - | - | - | - | 18,000 |
| 51,420 | 38,693 | - | - | 90,113 | - | 798,132 |
| <u>112,959</u> | <u>468,933</u> | <u>27,607</u> | <u>243,361</u> | <u>852,860</u> | <u>3,329</u> | <u>4,114,506</u> |
| - | - | - | - | - | - | 1,262,269 |
| - | - | - | - | - | - | 131,207 |
| - | - | - | - | - | - | 102,669 |
| 112,959 | - | - | - | 112,959 | - | 322,741 |
| - | - | - | - | - | - | 225,020 |
| - | - | - | - | - | - | 95,607 |
| - | - | - | - | - | - | 43,926 |
| - | - | - | - | - | - | 164,030 |
| - | - | - | - | - | - | 64,461 |
| - | - | - | - | - | - | 33,195 |
| - | - | - | - | - | - | 27,599 |
| - | - | - | - | - | - | 2,195 |
| - | - | - | - | - | - | 18,367 |
| - | - | - | - | - | - | 13,581 |
| - | - | - | - | - | - | 36,153 |
| - | 872 | - | - | 872 | - | 4,272 |
| - | 64,769 | - | - | 64,769 | - | 173,733 |
| - | 87,356 | - | - | 87,356 | - | 225,630 |
| - | - | 11,662 | - | 11,662 | - | 11,662 |
| - | - | 18,000 | - | 18,000 | - | 18,000 |
| - | - | - | 10,585 | 10,585 | - | 10,585 |
| - | - | 8,030 | 232,776 | 240,806 | - | 798,132 |
| <u>112,959</u> | <u>152,997</u> | <u>37,692</u> | <u>243,361</u> | <u>547,009</u> | <u>-</u> | <u>3,785,034</u> |
| - | 315,936 | (10,085) | - | 305,851 | 3,329 | 329,472 |
| - | - | 10,085 | - | 10,085 | 56,743 | 96,333 |
| <u>-</u> | <u>\$ 315,936</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 315,936</u> | <u>\$ 60,072</u> | <u>\$ 425,805</u> |

Young Men's Christian Association of Southwest Kansas, Inc.

SCHEDULE OF FIXED ASSETS

December 31, 2017 and 2016

Property and equipment at December 31, consisted of the following:

| | <u>2017</u> | <u>2016</u> |
|---|--------------------|--------------------|
| Land | \$ 65,000 | \$ 65,000 |
| Buildings and improvements | 4,330,657 | 3,803,020 |
| Equipment | <u>2,116,613</u> | <u>2,083,114</u> |
| | 6,512,270 | 5,951,134 |
| Less: Accumulated depreciation/amortization | <u>(3,058,530)</u> | <u>(2,864,434)</u> |
| | <u>\$3,453,740</u> | <u>\$3,086,700</u> |

Depreciation expense for the period ending December 31, 2017 and 2016, was \$194,096 and \$203,143, respectively.

See independent auditors' report on supplemental information.