

GRAMBLING UNIVERSITY NATIONAL
ALUMNI Association, INCORPORATION
Grambling, Louisiana
Notes to the Financial Statements (Continued)
Page 5

<u>Fund</u>	<u>Dec. 31,</u>	<u>Dec. 31,</u>	<u>Amount</u>
General	(18,854)	998	(8,056)
Life Membership		2,789	2,789
Building Fund	(998)	7,255	8,257
	<u>(19,852)</u>	<u>11,042</u>	<u>8</u>

5. PHYSICAL PROPERTIES

The following is a summary of furniture, equipment, building, and land at December 31, 1995:

	<u>Balance</u> <u>as of</u> <u>12/31/94</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>as of</u> <u>12/31/95</u>
Furniture and equipment	\$ 1,357	\$ 25,964	\$ 0	\$ 25,323
Building and Land	300	126,869	0	127,169
Total	\$ 1,657	\$ 150,833	0	\$ 152,492

6. DEFERRED REVENUE

Deferred revenue consists of the following:

1997 Dues Income received in 1995	\$ 3,520
Total	<u>\$ 3,520</u>

7. ACCOUNTS PAYABLE

Accounts payable consists of short term liabilities as follows:

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GRAMBLING UNIVERSITY NATIONAL ALUMNI
 ASSOCIATION, INCORPORATION
 Grambling, Louisiana

FINANCIAL STATEMENTS
 AND INDEPENDENT AUDITOR'S REPORT
 WITH SUPPLEMENTAL INFORMATION
 As of And for The Year Ended December 31, 1909

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewed, entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Approved Date July 6 2 1910

Grambling University National Alumni Association, Incorporated
Grambling, Louisiana

Notes to the Financial Statement
As of and for the Year Ended December 31, 1996

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Nature of Operations

The Grambling University National Alumni Association, Incorporated is a private non-profit organization domiciled in the State of Louisiana at Grambling, Louisiana. The Association is recognized as a tax exempt (non-profit) organization under section 501 (c) (3) of the Internal Revenue Service Code. The Association is supported primarily through contributions and donations from members and fund-raisers. The objectives of the Association are:

- (1) To facilitate better communication and relationship between the University, Graduates and Friends.
- (2) To cooperate with the University's Administration, Field Services, and other Alumni organizations.
- (3) To encourage the highest type of professional ethics and scholarship among the Alumni and Students.
- (4) To instill into school loyalty, devotion, and responsibility.
- (5) To foster or encourage professional enthusiasm, initiative, and growth.
- (6) To provide a National Association to channel information to support local, state, regional and national program.
- (7) To provide suitable headquarters, offices and facilities to direct Alumni Affairs and to channel information to support local, state, regional, and national programs.
- (8) To study any propositions concerning the mutual relationship of the University and the various allied organizations to the end that both will benefit from their close association.
- (9) To legislate through bylaws or by resolution upon any subject of general concern to the members of this organization.
- (10) To promote a "Greater Grambling" through the work of the Alumni Association.
- (11) To secure financial assistance to Grambling State University through the following methods: Cash, Securities, Requests, Life-Income, Real Estate, Insurance, Specified Property, Annual Duas, by Annual Fund Drive.

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

Page 2

In planning and performing my audit of the financial statements of Grumbling University National Alumni Association, Incorporated for the year ended December 31, 1996, I obtained an understanding of the internal control structure. With respect to the internal control structure, I obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, I do not express such an opinion.

My consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control structure and its operation that I consider to be material weaknesses as defined above. This report is intended for the information of the board of directors of Grumbling University National Alumni Association, Incorporated, management, and Legislative Auditor's Office. However, this report is a matter of public record, and its distribution is not limited.



Louis R. Dandley
Certified Public Accountant

Monroe, Louisiana
April 10, 1996

STANFORD UNIVERSITY BOARD OF EDUCATION GOVERNANCE
Statement of Activities Budget and Actuals Actual

For the Year Ended December 31, 2016

	Budget	Actual	Variance
Public Support and Revenue			
Student Tuition Assessment	1,000	4,384	3,384
Student Activity	100	1,285	1,185
Student Union	-	-	-
Book Contributions	500	54	(446)
Boyle Club/Office Contact	20,000	20,400	400
Boyle Club/Office Staff	-	4,000	4,000
Boyle Assessment	15,000	8,000	(7,000)
Endowments	-	20,000	20,000
Boyle Fundraising	-	8,000	8,000
Boyle:			
Regular Tuition	20,000	20,000	0
Student Union	2,000	-	(2,000)
Boyle Club	5,000	5,000	0
Miscellaneous	3,000	-	(3,000)
Legal Counsel	1,000	3,000	2,000
Miscellaneous Expense	1,000	807	(1,193)
Miscellaneous	1,000	20,000	19,000
Boyle	1,000	1,500	500
Endowments	-	20,000	20,000
Total public support and revenue	27,600	70,080	42,480
Expenses			
Accounting/Printing	1,000	1,000	0
Advertising	1,000	874	(126)
Boyle Club Expense	-	1,000	1,000
Boyle Club Expense/Boyle of Property	10,000	10,000	0
Boyle Service Charges	-	100	100
Boyle Staff	1,000	-	(1,000)
Boyle Accounting Support	1,000	889	(111)
Boyle IT Support	-	1,074	1,074
Boyle Legal Counsel	1,000	3,000	2,000
Boyle Misc	500	100	(400)
Boyle Printing/Travel	-	800	800
Boyle Student/Staff	1,000	1,000	0
Boyle/Boyle/Boyle/Boyle/Boyle	10,000	20,200	10,200
Boyle/Boyle/Boyle	-	1,700	1,700
Boyle Staff	10,000	20	(9,980)
Boyle Student/Equipment	10,000	1,074	(8,926)
Boyle Staff	1,000	4,000	3,000
Boyle B. Maintenance	700	1,074	374
Boyle/Boyle/Boyle	-	1,000	1,000
Boyle/Boyle/Boyle/Boyle	1,000	-	(1,000)
Boyle Staff	500	-	(500)
Boyle Staff	1,000	-	(1,000)
Boyle Staff	1,000	1,074	74
Boyle Staff	1,000	1,074	74
Boyle Staff	1,000	-	(1,000)
Boyle Staff	1,000	80	(920)
Boyle/Boyle/Boyle/Boyle/Boyle	1,000	1,000	0
Boyle/Boyle/Boyle/Boyle/Boyle	40,000	40,000	0
Boyle/Boyle/Boyle/Boyle/Boyle	-	1,000	1,000
Boyle/Boyle/Boyle/Boyle/Boyle	-	1,000	1,000
Boyle/Boyle/Boyle/Boyle/Boyle	-	4,000	4,000
Boyle/Boyle/Boyle/Boyle/Boyle	-	1,000	1,000
Boyle/Boyle/Boyle/Boyle/Boyle	1,000	500	(500)
Boyle	1,000	1,074	74
Boyle/Boyle/Boyle/Boyle/Boyle	1,000	80	(920)
Total Expenses	77,600	70,080	(7,520)

See accompanying notes to financial statements.

**GRAMBLING UNIVERSITY NATIONAL ALUMNI ASSOCIATION,
 INCORPORATED**
 Grambling, Louisiana
Financial Statements
and Independent Auditor's Report
 As of and for the Year Ended December 31, 1998

CONTENTS

	STATEMENTS	PAGE NO.
Independent Auditor's Report:		1-2
Financial Statements:		
Statement of Financial Position	A	4
Statement of Activities	B	5
Statement of Cash Flows	C	6
Statement of Functional Expenses	D	7
Notes to the Financial Statements		8-13
Independent Auditor's Report on Internal Control Structure Based on an Audit of Basic Financial Statements Performed in Accordance with Government Auditing Standards		16-17
Independent Auditor's Report on Compliance Based On an Audit of Basic Financial Statements Performed in Accordance with Government Auditing Standards		18-19
Supplemental Information:		20
Schedule of Activities Budget and Activities Actual		21

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Gardling University National Alumni
Association, Incorporated
Gardling, Louisiana

I have audited the accompanying Statement of Financial Position of Gardling University National Alumni Association, Incorporated (a private nonprofit organization) as of December 31, 1996, and the related Statements of Activities, Cash Flows, and Functional Expenses for the year then ended. These financial statements are the responsibility of the Association's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I 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 reviewing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Gardling University National Alumni Association, Incorporated as of December 31, 1996, and the results of its operations and changes in fund balances for the year then ended in conformity with generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental information and schedules are presented for purposes of additional analysis and is not a required part of the basic financial statements taken as a whole.

INDEPENDENT AUDITOR'S REPORT

Page 2

A handwritten signature in cursive script, reading "Louis R. Bradley".

Louis R. Bradley
Certified Public Accountant

Mer Rouge, Louisiana

April 10, 1966

OPERABLING UNIVERSITY NATIONAL ALUMNI ASSOCIATION, INCORPORATED

Statement of Functional Expenses
For the Year Ended December 31, 1998

	General Fund	Life Membership Fund	Building Fund	Total All Funds
General and administrative expenses:				
Accounting/Printing	5,640	-	-	5,640
Advertising	870	-	-	870
Alumni Day Expense	1,800	-	-	1,800
Alumni House Expense	-	-	5,851	5,851
Bank Service Charges	30	-	18	48
Printing/Printing Supplies	880	-	-	880
Interest Expense	-	-	1,578	1,578
Legal Expenses	2,818	-	887	3,705
Maintenance	150	-	-	150
Meeting Room Rental	800	-	-	800
Miscellaneous	300	-	3,884	4,184
National Meetings/Workshops	21,251	-	-	21,251
National Officers	1,700	-	-	1,700
Office Staff	213	-	-	213
Office Supplies	2,379	-	-	2,379
Postage	4,885	-	-	4,885
Printing & Reproduction	1,884	-	58	1,942
Professional Services	3,885	-	-	3,885
Telephone	1,814	-	-	1,814
Travel-Officers	1,213	-	-	1,213
Utilities	-	-	648	648
Total General & Administrative Expenses	54,243	-	9,817	64,060
Scholarship:				
Scholarships Awarded	8,200	-	-	8,200
Total Scholarship Expenses	8,200	-	-	8,200
Fund-raising:				
Bayou Classic Concert Expense	18,200	-	-	18,200
Bayou Classic General Expense-1998	7,820	-	-	7,820
Bayou Classic General Expense-1999	9,580	-	-	9,580
Black & Gold Day	4,700	-	-	4,700
Fundraising Expense	5,800	-	-	5,800
Life Membership Pym	800	-	-	800
Pyth	2,770	-	-	2,770
Regular Membership Pym	480	-	-	480
Total Fund-raising Expenses	50,410	-	-	50,410
Total Functional Expenses	113,853	-	9,817	123,670

See accompanying notes to financial statements.

GRAMBLING UNIVERSITY NATIONAL
ALUMNI Association, INCORPORATION
Grambling, Louisiana
Notes to the Financial Statements (Continued)
Page 4

This certificate bears an interest rate of 4% with a maturity date of July 31,
1998.

3. CHANGES IN ACCOUNTING PRINCIPLES

The Association adopted the provisions of Statement of Financial Accounting Standards No. 116, *Accounting for Contributions Received and Contributions Made* and No. 117, *Financial Statements of Not-for-Profit Organizations* by restating net assets as of December 31, 1996. Statement No. 116 requires the Association to distinguish between contributions that increase permanently restricted net assets, temporarily restricted net assets, and unrestricted net assets. It also requires recognition of contributions, including contributed services meeting certain criteria, at fair value. Statement No. 117 establishes standards for general purpose external financial statements of not-for-profit organizations and require a statement of financial position, a statement of activities, and a statement of cash flows. The Association adopted Statement No. 116 by restating net assets as of December 31, 1996. There were no temporarily restricted assets.

3. ACCOUNTS RECEIVABLE

Accounts receivable consisted of the following at December 31, 1996:

Beyou Classic Revenue-1996	\$ 2,140
Beyou Classic Revenue-1995	10,000
Loan to D-C Chapter	2,800
Total Accounts Receivable	\$ 14,940

4. BUILT-UP AND DUE FROM

To account for interfund receivables and liabilities, the Association uses "Due to" and "Due from" accounts. At December 31, 1996, the "Due to" and "Due from" accounts consisted of the following:

FINANCIAL STATEMENTS

DRABLAND UNIVERSITY NATIONAL STUDENT ASSOCIATION, INCORPORATED
 Statement of Cash Flows
 For the Year Ended December 31, 2006

	Change in Fund	Life Membership Fund	Building Fund	Total for 2006
Operating activities				
Change in net assets				
equivalently to reconcile change in net assets arising	\$ 44,000	\$ 40,000	\$ 40,000	\$ 124,000
as accounted for operating activities:				
(Increase) (decrease) in accounts receivable and due from other funds	(2,100)	6,000	(2,000)	1,900
(Increase) (decrease) in accounts payable and due to other funds	27,300	-	500	27,800
other adjustments	(100)	1,200	1,400	2,500
Adjustment to beginning net assets	(217)	-	-	(217)
Net cash provided by operating activities	<u>67,883</u>	<u>57,200</u>	<u>47,900</u>	<u>173,083</u>
Investing activities				
Purchases of buildings	-	-	(128,000)	(128,000)
Purchases of furniture and equipment	-	-	(8,000)	(8,000)
Net cash provided by investing activities	<u>-</u>	<u>-</u>	<u>(136,000)</u>	<u>(144,000)</u>
Financing activities				
Loan proceeds to purchase building	-	-	70,000	70,000
Net cash provided by financing activities	<u>-</u>	<u>-</u>	<u>70,000</u>	<u>70,000</u>
Net increase (decrease) in cash and cash equivalents	<u>67,883</u>	<u>57,200</u>	<u>11,900</u>	<u>137,083</u>
Cash and cash equivalents on 1/1/06	10,000	100,000	10,000	120,000
Cash and cash equivalents on 12/31/06	<u>77,883</u>	<u>157,200</u>	<u>21,900</u>	<u>257,083</u>
Less permanently restricted cash and cash equivalents	-	(21,000)	(700)	(21,700)
Unrestricted cash at the end of year	<u>77,883</u>	<u>136,200</u>	<u>21,200</u>	<u>235,283</u>

See accompanying notes to financial statements.

GRABLING UNIVERSITY NATIONAL ALUMNI ASSOCIATION, INCORPORATED
Statement of Activities
For the Year Ended December 31, 1998

	Restricted	Restricted		Total All Funds
	General Fund	Membership Fund	Building Fund	
Public Support and Revenue				
Dues	\$ 33,430	\$ 18,328	\$ -	\$ 51,758
Fundations-1998	35,151	-	95,425	130,576
Fundations-1995	8,857	-	-	8,857
National Meetings	23,168	-	-	23,168
Chapter Assessments	-	-	3,620	3,620
Sponsorship	3,190	-	-	3,190
Contributions	-	498	88,525	89,023
Interest Income	862	2,268	838	3,968
Miscellaneous Income	281	-	490	771
Total public support and revenue	<u>64,709</u>	<u>19,326</u>	<u>94,873</u>	<u>178,908</u>
Expenses				
General and administrative expenses	54,282	-	8,811	63,093
Scholarship expenses	9,800	-	-	9,800
Fundraising expenses-1998	42,481	-	-	42,481
Fundraising expenses-1995	1,000	-	-	1,000
Total expenses	<u>107,563</u>	<u>-</u>	<u>8,811</u>	<u>116,374</u>
Change in net assets	<u>(42,854)</u>	<u>19,326</u>	<u>86,062</u>	<u>62,534</u>
Net assets at beginning of year	38,894	190,779	98,000	527,673
Transfer to	10,544	-	48,134	58,678
Transfer Out	(10,734)	(8,288)	(8,333)	(27,355)
Adjustment in Beginning Net Assets (Note 17)	-	-	-	1,215
Net assets at end of year	<u>\$ 38,660</u>	<u>\$ 190,805</u>	<u>\$ 147,763</u>	<u>\$ 577,228</u>

See accompanying notes to financial statements.

D. Fair Value of Financial Instruments

The carrying amounts of cash, cash equivalents, investments, and notes payable are reported in the statement of financial position at approximate fair values because of the short maturities of these instruments.

E. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates. No estimates were made during the audit period.

F. Cash and Cash Equivalents

The Association considers all highly liquid investments with a maturity of twelve months or less when purchased to be cash equivalents. Cash and cash equivalents for purposes of the statement of cash flows include permanently restricted cash and cash equivalents. Under state law, the agency may deposit funds in demand accounts, interest bearing accounts, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. On December 31, 1996, Grambling University National Alumni Association, Incorporated had cash and cash equivalents totaling \$ 55,303 as follows:

Unrestricted	\$ 11896
Permanently Restricted	43,407
Total Cash	\$ 55,303

G. Investments

The investments of the Association consisted of the following certificate of deposit as December 31, 1996:

Permanently Restricted	\$ 15,000
Total Investments	\$ 15,000

GRAMBLING UNIVERSITY NATIONAL
 ALUMNI Association, INCORPORATION
 Grandville, Louisiana
 Notes to the Financial Statements (Continued)
 Page 4

Accounts Payable (net of balances due to asserted vendors)	\$ 8,241
Media's Furniture	<u>15,439</u>
Total	\$24,271

8. NOTE PAYABLE

A \$ 75,000 note is payable to Shreveport Federal Credit Union on September 5, 1998 at an interest rate of 8%. Interest payments of \$ 354 are made monthly with the final interest payment of \$293 due on September 5, 1998.

9. PLEGGER ASSETS

The Association pledged the \$ 35,000 certificate deposit in the Life Membership Fund as collateral for a \$75,000 loan to purchase a house for which the \$75,000 note payable was issued. Although the assets in the Life Membership Fund are permanently restricted from use for expenses, the governing board does authorize use of these assets as collateral for lending agreements.

10. PERMANENTLY RESTRICTED NET ASSETS

Net assets were permanently restricted for the following purposes at December 31, 1996:

Life Membership Fund	\$ 122,893
Building Fund	<u>64,623</u>
Total	\$ 187,516

All interest earned from investments of the Life Membership Fund is unrestricted and transferred to the General Fund. Net assets of the Building Fund are permanently restricted for the operation of the Association alumni house.

- (12) To establish Alumni Chapters throughout the universe
assist Grambling State University in achieving the above goals, as
well as, educational excellence and financial security, humanitarian
ideals, athletic and social prominence.

Membership in the association is made up primarily of anyone who attended or graduated
from the University as well as the faculty and staff. The Board of Directors of the agency
consists of seven (7) members. The members serve without compensation.

B. Basis of Presentation

The Association follows standards of accounting and reporting as
described by AICPA, Statement of Position 78-10, "Accounting Principles
and Reporting Practices for Certain Nonprofit Organizations." The
accompanying financial statements of Grambling University Alumni
Association, Incorporated have been prepared on the modified accrual
basis of accounting. Contributions are recorded when received unless
unavailable to accrual.

C. Public Support and Revenue

In order to comply with restrictions which donors place on grants and
other gifts as well as designations made by its governing board, the
principles of reporting net assets are used. Revenue and public support
consists mainly of dues, chapter assessments, fundraising, and
contributions. Dues and other contributions of cash and other assets are
reported as permanently restricted if they are received with donor
restrictions or restrictions designated by the governing board.
Contributions are considered to be unrestricted unless restricted by the
donor. All assets over which the Board of Directors has discretionary
control have been included in the General Fund.

GRABLING UNIVERSITY ALUMNI ASSOCIATION, INCORPORATED
Statement of Financial Position
December 31, 1998

	<u>General Fund</u>	<u>Life Membership Fund</u>	<u>Building Fund</u>	<u>Total All Funds</u>
Assets				
Current assets				
Cash and cash equivalents	\$ 13,898	\$ 48,838	\$ 769	\$ 63,505
Due from building fund	898	-	-	898
Investments	-	78,888	-	78,888
Accounts receivable	14,840	-	-	14,840
Due from General Fund	-	7,265	2,788	10,053
Total current assets	<u>29,636</u>	<u>137,031</u>	<u>3,557</u>	<u>169,224</u>
Physical properties (at cost)				
Building and Land	-	-	127,183	127,183
Furniture and equipment	-	-	28,529	28,529
Total physical properties	<u>-</u>	<u>-</u>	<u>155,712</u>	<u>155,712</u>
Total Assets	<u><u>29,636</u></u>	<u><u>137,031</u></u>	<u><u>159,269</u></u>	<u><u>305,936</u></u>
Liabilities and Net Assets				
Current liabilities				
Accounts payable	8,684	-	16,480	25,164
Due to Life Membership Fund	1,255	-	-	1,255
Due to Building Fund	2,799	-	-	2,799
Due to General Fund	-	-	898	898
Deferred dues	3,082	-	-	3,082
Total current liabilities	<u>15,820</u>	<u>-</u>	<u>17,378</u>	<u>33,198</u>
Long term liabilities				
Notes payable	-	-	78,888	78,888
Total long term liabilities	<u>-</u>	<u>-</u>	<u>78,888</u>	<u>78,888</u>
Net Assets:				
Restricted				
Operating	7,418	-	-	7,418
Total restricted	<u>7,418</u>	<u>-</u>	<u>-</u>	<u>7,418</u>
Permanently restricted	-	130,000	84,882	214,882
Total net assets	<u>7,418</u>	<u>130,000</u>	<u>84,882</u>	<u>222,300</u>
Total liabilities and net assets	<u><u>23,238</u></u>	<u><u>137,031</u></u>	<u><u>159,269</u></u>	<u><u>309,538</u></u>

See accompanying notes to financial statements.

- Accounting Services
- Tax Services

LOUIS R. BRADLEY
CERTIFIED PUBLIC ACCOUNTANT
(A Professional Corporation)

- Audit Services
- Computer Consultants

Phone: (504) 328-0058 • Fax: (504) 328-0054 • P.O. Box 1188 • 341 Delgado Street, Suite 380 • Metairie, LA 70001-0188

American Institute of Certified Public Accountants • Society of Louisiana Certified Public Accountants
Society of Arkansas Certified Public Accountants • Monroe Chamber of Commerce

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

To the Board of Directors of
Grandfing University National Alumni
Association, Incorporated
Grandfing, Louisiana

I have audited the financial statements of Grandfing University National Alumni Association, Incorporated (a nonprofit organization) as of and for the year ended December 31, 1996, and have issued my report thereon dated April 10, 1996.

I conducted my audit in accordance with generally accepted auditing standards and GOVERNMENT AUDITING STANDARDS, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

13. LIFE MEMBERSHIP FUND BUDGET

The Association did not prepare a budget for the Life Membership Fund, therefore a schedule for budget to actual is not presented in this report. The budget is not required to comply with generally accepted accounting principles.

- Accounting Services
- Tax Services

LOUIS R. BRADLEY
CERTIFIED PUBLIC ACCOUNTANT
(A Professional Corporation)

- Audit Services
- Computer Consultant

Phone: (514) 252-6122 • Fax: (514) 252-6124 • P.O. Box 1358 • 141 DeLacour Street, Suite 208 • Monroeville, LA 71222-1358

Arkansas Institute of Certified Public Accountants • Society of Louisiana Certified Public Accountants
Society of Arkansas Certified Public Accountants • Monroe Chapter of Commerce

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

To the Board of Directors of
of Grambling University National Alumni
Association, Incorporated
Grambling, Louisiana

I have audited the financial statements of Grambling University National Alumni Association, Incorporated (a nonprofit organization) as of and for the year ended December 31, 1990, and have issued my report thereon dated April 10, 1991.

I conducted my audit in accordance with generally accepted auditing standards and 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 of material misstatement.

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

The results of my tests disclosed no instances of noncompliance that are required to be reported under GOVERNMENT AUDITING STANDARDS.

This report is intended for the information of the board of directors of Grambling University National Alumni Association, Incorporated, management, and Legislative Auditor's Office. However, this report is a matter of public record, and its distribution is not limited.

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

Page 2



Louis R. Bradley
Certified Public Accountant

Monroe, Louisiana
April 18, 1998

SUPPLEMENTAL INFORMATION

10. FAIR VALUE OF FINANCIAL INSTRUMENTS

The estimated fair values of the Associate's financial instruments, none of which are held for trading purposes, are as follows:

	<u>Carrying Amount</u>	<u>Fair Value</u>
Financial assets:		
Cash and cash equivalents	\$ 55,000	\$ 55,000
Investments	75,000	75,000
Financial liabilities:		
Notes payable	75,000	75,000

11. FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and 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 benefited.

12. ADJUSTMENT TO BEGINNING NET ASSETS

The following adjustment of \$ 527 was made to beginning net assets in the General Fund due to a prior period adjustment for \$527 of unrecorded expenses incurred and paid in the 1995 fiscal period:

Net assets as of beginning of year	\$ 26,804
Adjustment to beginning net assets	_____ (527)
Adjusted net assets as of beginning of year	\$ 26,277