FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORTS

TAMPA METROPOLITAN AREA YOUNG
MEN'S CHRISTIAN ASSOCIATION, INC.

December 31, 2014

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RG&Co

RIVERO, GORDIMER & COMPANY, P.A.
CERTIFIED PUBLIC ACCOUNTANTS

Member
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INDEPENDENT AUDITORS' REPORT

Governance Board
Tampa Metropolitan Area Young Men’s Christian Association, Inc.

We have audited the accompanying financial statements of Tampa Metropolitan Area Young Men’s Christian Association, Inc. (the “Association”) (a nonprofit organization), which comprise the statement of financial position as of December 31, 2014, and the related statements of activities, cash flows, and functional expenses for the year then ended, 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 accounting principles generally accepted in the United States of America; this includes 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. 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.

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Association as of December 31, 2014, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

The financial statements of the Association as of December 31, 2013, were audited by other auditors whose report dated April 17, 2014, expressed an unmodified opinion on those statements. The summarized comparative information herein as of and for the year ended December 31, 2013, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations,* is presented for 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 17, 2015, on our consideration of the Association's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Association's internal control over financial reporting and compliance.

Rivero, Gordimer & Company, P.A.

Tampa, Florida
April 17, 2015

Tampa Metropolitan Area Young Men's Christian Association, Inc.

STATEMENT OF FINANCIAL POSITION

December 31, 2014
(With comparative total for 2013)

	2014	2013
ASSETS		
Cash and cash equivalents (note A10)	$ 7,766,763	$ 7,539,210
Investments (notes A3, B and C)	8,245,760	11,467,408
Grants receivable (note A4)	937,481	245,140
Contributions receivable, net (notes A5 and D)	1,156,942	571,790
Other receivables	229,441	118,470
Prepaid expenses and other assets	904,017	814,305
Land, buildings and equipment (notes A6, A7 and E)	38,518,365	35,989,326
TOTAL ASSETS	$ 57,758,769	$ 56,745,649
LIABILITIES AND NET ASSETS		
Accounts payable and accrued expenses	$ 1,919,039	$ 1,269,001
Unearned membership dues	292,944	325,372
Unearned revenue (note A12)	455,351	1,307,293
Note payable (note H)	-	2,999,996
Promissory note (note G)	16,400,000	16,400,000
Capital lease obligations (note J)	1,009,207	725,103
Total liabilities	20,076,541	23,026,765
Net assets		
Unrestricted net assets		
Operating	14,780,106	12,657,333
Property and equipment	21,109,158	18,864,223
Total unrestricted net assets	35,889,264	31,521,556
Temporarily restricted net assets (note K)	1,692,964	2,097,328
Permanently restricted net assets	100,000	100,000
Total net assets	37,682,228	33,718,884
TOTAL LIABILITIES AND NET ASSETS	$ 57,758,769	$ 56,745,649

The accompanying notes are an integral part of this statement.

Tampa Metropolitan Area Young Men's Christian Association, Inc.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

For the year ended December 31, 2014
(With comparative total for 2013)

	Unrestricted	Temporarily Restricted	Permanently Restricted	December 31, 2014 Total	December 31, 2013 Total
Public support and revenue					
Public support					
Contributions	$ 3,069,793	$ 1,451,415	$ -	$ 4,521,208	$ 2,859,449
Grant revenue	3,460,486	-	-	3,460,486	1,765,327
Special events	466,858	-	-	466,858	333,614
United Way allocations	223,488	-	-	223,488	266,178
Total public support	7,220,625	1,451,415	-	8,672,040	5,224,568
Other revenue					
Program service fees	10,292,338	-	-	10,292,338	10,171,358
Membership dues	17,504,831	-	-	17,504,831	18,053,723
Investment income (loss) (note B)	103,365	8,985	-	112,350	1,536,694
Sales to members	598,833	-	-	598,833	644,115
Miscellaneous revenue	35,724	-	-	35,724	1,691
Total other revenue	28,535,091	8,985	-	28,544,076	30,407,581
Net assets released from restrictions	1,864,764	(1,864,764)	-	-	-
Total public support and revenue	37,620,480	(404,364)	-	37,216,116	35,632,149

	Unrestricted	Temporarily Restricted	Permanently Restricted	December 31, 2014 Total	December 31, 2013 Total
Expenses					
Program services					
Adult wellness	7,130,492	-	-	7,130,492	6,812,085
Childcare and family	17,311,592	-	-	17,311,592	17,428,655
Comprehensive youth development	4,299,237	-	-	4,299,237	4,627,765
Total program services	28,741,321	-	-	28,741,321	28,868,505
Supporting services					
Management and general	3,993,842	-	-	3,993,842	3,969,010
Fundraising	517,609	-	-	517,609	686,846
Total supporting services	4,511,451	-	-	4,511,451	4,655,856
Total expenses	33,252,772	-	-	33,252,772	33,524,361
Change in net assets	4,367,708	(404,364)	-	3,963,344	2,107,788
Net assets at beginning of year	31,521,556	2,097,328	100,000	33,718,884	31,611,096
Net assets at end of year	$ 35,889,264	$ 1,692,964	$ 100,000	$ 37,682,228	$ 33,718,884

The accompanying notes are an integral part of this statement.

Tampa Metropolitan Area Young Men's Christian Association, Inc.

STATEMENT OF CASH FLOWS

For the year ended December 31, 2014
(With comparative total for 2013)

	2014	2013
Cash flows from operating activities		
Change in net assets	$ 3,963,344	$ 2,107,788
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation and amortization	3,452,220	3,360,265
Loss on disposal of equipment	100,048	105,978
Change in derivative liability - interest rate swaps	-	(311,241)
Realized and unrealized gains on investments	(112,350)	(1,174,547)
Contributions restricted for investment in long-term assets	(887,160)	(688,505)
Changes in operating assets and liabilities		
Receivables	(761,063)	489,044
Prepaid expenses and other assets	(89,712)	(309,728)
Accounts payable and accrued expenses	650,038	(77,164)
Unearned membership dues	(32,428)	7,437
Unearned revenue	(851,942)	788,725
Total adjustments	1,467,651	2,190,264
Net cash provided by operating activities	5,430,995	4,298,052
Cash flows from investing activities		
Purchases of equipment and capital improvements	(5,431,304)	(1,885,618)
Sale (purchase) of investments, net	3,333,998	(343,441)
Net cash used by investing activities	(2,097,306)	(2,229,059)
Cash flows from financing activities		
Proceeds from note payable	-	3,350,000
Repayment of derivative liability - interest rate swap	-	(3,369,354)
Collection of contributions restricted for investment in long-term assets	259,759	371,833
Payments of note payable	(2,999,996)	(350,004)
Payments on capital lease obligations	(365,899)	(271,765)
Net cash used by financing activities	(3,106,136)	(269,290)
Net increase in cash and cash equivalents	227,553	1,799,703
Cash and cash equivalents at beginning of year	7,539,210	5,739,507
Cash and cash equivalents at end of year	$ 7,766,763	$ 7,539,210
Supplemental disclosures of cash flow information		
Cash paid during the year		
Interest	$ 440,969	$ 577,012
Taxes	$ -	$ -
Non-cash investing and financing activities		
Equipment obtained under capital lease obligations	$ 650,003	$ 619,461

The accompanying notes are an integral part of this statement.

Tampa Metropolitan Area Young Men's Christian Association, Inc.

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2014
(With comparative total for 2013)

	Program Services				Supporting Services			Total	Total
	Adult Wellness	Childcare and Family	Comprehensive Youth Development	Total Program	Management and General	Fund Raising	Total Support	Year Ended December 31, 2014	Year Ended December 31, 2013
Salaries	$4,007,811	$ 7,365,658	$2,106,442	$13,479,911	$ 1,948,706	$314,986	$2,263,692	$ 15,743,603	$ 15,986,355
Employee benefits	266,074	636,439	206,476	1,108,989	291,649	39,792	331,441	1,440,430	1,348,615
Payroll taxes	415,389	695,255	217,533	1,328,177	165,527	34,004	199,531	1,527,708	1,517,428
Total salaries and related expenses	4,689,274	8,697,352	2,530,451	15,917,077	2,405,882	388,782	2,794,664	18,711,741	18,852,398
Contract services	46,594	1,069,467	792,017	1,908,078	533,707	26,338	560,045	2,468,123	2,940,243
Supplies	167,572	755,705	441,698	1,364,975	73,257	15,883	89,140	1,454,115	1,404,564
Telephone	54,240	170,235	11,760	236,235	69,941	1,031	70,972	307,207	277,810
Postage and shipping	4,517	53,323	2,273	60,113	21,134	1,542	22,676	82,789	90,393
Occupancy	869,329	2,762,628	179,689	3,811,646	27	1,050	1,077	3,812,723	3,674,084
Maintenance	202,083	240,964	57,948	500,995	81,398	4,315	85,713	586,708	574,906
Printing	13,577	49,464	8,953	71,994	357,740	34,197	391,937	463,931	599,490
Travel	422	243,647	47,130	291,199	52,714	5,664	58,378	349,577	372,180
Conference and meetings	81,845	74,979	65,447	222,271	157,577	23,744	181,321	403,592	421,988
Special assistance	-	-	-	-	-	-	-	-	(3,409)
National support and other dues	189	301,207	6,866	308,262	44,517	5,075	49,592	357,854	327,426
Awards and grants	-	16,082	3,370	19,452	8,600	-	8,600	28,052	31,615
Insurance	-	78,905	1,356	80,261	37,944	-	37,944	118,205	112,056
Miscellaneous	3,201	49,066	3,307	55,574	149,404	9,988	159,392	214,966	274,580
Subtotal	6,132,843	14,563,024	4,152,265	24,848,132	3,993,842	517,609	4,511,451	29,359,583	29,950,324
Depreciation and amortization	884,649	2,437,247	130,324	3,452,220	-	-	-	3,452,220	3,360,265
Interest and financing	113,000	311,321	16,648	440,969	-	-	-	440,969	525,013
Change in derivative liability	-	-	-	-	-	-	-	-	(311,241)
Subtotal	997,649	2,748,568	146,972	3,893,189	-	-	-	3,893,189	3,574,037
Total expenses	$7,130,492	$17,311,592	$4,299,237	$28,741,321	$ 3,993,842	$517,609	$4,511,451	$ 33,252,772	$ 33,524,361

The accompanying notes are an integral part of this statement.

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A brief description of the organization and a summary of its significant accounting policies consistently applied in the preparation of the accompanying financial statements follow:

1. Organization

The Tampa Metropolitan Area Young Men's Christian Association, Inc. (the "Association"), mission: To put Judeo-Christian principles into practice through programs that build healthy spirit, mind and body for all.

The accompanying financial statements include the Association administrative office and the accounts of the Association's programs maintained in its following branches:

Bob Gilbertson Central City Family Branch
Bob Sierra Family Branch
Bob Sierra Youth & Family Center
Camp Cristina Branch
Campo Family Branch
Sulphur Springs
Downtown Branch (two sites)
Dade City Family Branch
East Pasco Branch
South Tampa Family Branch
North Brandon Family Branch
New Tampa Family Branch
Northwest Hillsborough Family Branch
Plant City Family Branch
The First Tee of Tampa Bay (two sites)
YMCA Childcare Services Branch
YMCA Express at FishHawk
YMCA Express at West Park Village
Early Headstart

2. Fund Accounting

To ensure observance of limitations and restrictions placed on the use of resources available to the Association, the accounts of the Association 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.

The Association follows the provisions of FASB Accounting Standards Codification Topic 958 "Not-for-Profit Entities" ("ASC 958"). This requires the Association to distinguish between contributions that increase permanently restricted net assets, temporarily restricted net assets and unrestricted net assets. It is also requires recognition of contributed services meeting certain criteria at fair value.

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The Association utilizes restricted and unrestricted groupings to account for its resources. Contributions, grants receivable and pledges receivable are presented in these groupings as applicable, in the accompanying financial statements. ASC 958 requires a statement of financial position, a statement of activities and a statement of cash flows for not-for-profit organizations.

The assets, liabilities and net assets of the Association are reported in self-balancing fund groups as follows:

- Unrestricted - Accounts for all resources over which the Governance Board has discretionary control in carrying on the Association's operations.

- Temporarily Restricted - Accounts for all pledges and contributions restricted to specific Association projects most of which consist of specific programs or capital projects at the branches. Contributions of cash and other assets are reported as temporarily restricted support if they are received with donor stipulations that limit the use of donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as unrestricted contributions. All contributions are available for unrestricted use unless specifically restricted by the donor.

- Permanently Restricted - Accounts for all pledges and contributions restricted into perpetuity. During 2008, the Association received a $100,000 donation to establish a permanent endowment fund. Terms of the donation require the funds to be segregated from the Association's operating fund. Earnings will be released to the Association for general operations.

3. Investments

Investments consist of mutual funds and money market funds and are presented at fair value.

4. Grants Receivable and Revenue

Grants receivable relate to support received from federal, state, and local grants. None of the amounts receivable at December 31, 2014 are deemed to be uncollectible. Therefore, no provision for uncollectible accounts has been made in the accompanying financial statements.

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Revenue from federal, state, and local grants is recorded based upon terms of the grantor allotment which generally provide that revenue is earned when the allowable costs of the specific grant provisions have been incurred. Revenue is subject to audit by the grantor and, if the examination results in a disallowance of any expenditure, repayment could be required. Management does not believe that any disallowance that may occur as a result of these audits would have a material impact on the financial statements. The Schedule of Expenditures of Federal Awards provides information by federal grant for the year ended December 31, 2014.

5. Contributions Receivable

Contributions receivable represent unconditional promises to give by donors and are reflected in the financial statements at their net realizable value. The allowance is based on prior years' experience and management's analysis of specific promises made.

6. Land, Buildings and Equipment

Land, buildings and equipment are recorded at either cost or fair value at the date of receipt of donation. The Association follows the practice of capitalizing, at costs, all expenditures for property and equipment in excess of $2,000 and a useful life of three years. The Association's policy is to test land, building and equipment for impairment whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. There were no events or changes in circumstances indicating that the carrying amounts may not be recoverable at December 31, 2014.

7. Depreciation and Amortization

Depreciation and amortization are recorded based on the cost of the underlying assets over the estimated useful lives, principally on a straight-line basis. Furniture and equipment are depreciated over their estimated useful lives (primarily three to seven years). Buildings and leasehold improvements are depreciated or amortized over their estimated useful lives (primarily fifteen to thirty years).

8. Donated Services

No amounts have been recorded for donated services, since no objective basis is available to measure the value of such services. However, a substantial number of volunteers have donated significant amounts of their time in the Association's program services and its fund-raising campaign.

9. Gift In-Kind

The Association is the recipient of materials and rental facilities of approximately $23,000 for the year ended December 31, 2014, which have been recorded in the accompanying statement of functional expenses as supplies and occupancy expenses, as well as in the accompanying statement of activities as contributions.

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

10. Cash Equivalents

Cash equivalents consist of highly liquid short-term money market instruments or certificates of deposit with an original maturity of three months or less.

11. Unearned Membership Dues

The Association's members pay membership fees in advance for annual, semi-annual, or quarterly membership. Certain prepaid memberships were received but not earned as of December 31, 2014. Included in the accompanying financial statements are $292,944 of unearned membership fees at December 31, 2014.

12. Unearned Revenue

Unearned revenue includes income received upfront of $190,000 in 2013 for a 50 year cell tower lease on the property of one of the Association's branches. Approximately $186,000 has not been earned as of December 31, 2014.

13. Functional Allocation of Expenses

The costs of providing the Association's various programs and other activities have been summarized on a functional basis in the accompanying statement of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited as shown in the statement of functional expenses.

14. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenses during the reporting period. The most sensitive estimates affecting the financial statements are the collectability of pledges and the useful lives of capital assets. Actual results could differ from these estimates.

15. Comparative Financial Information

The financial statements include certain prior year summarized comparative information in total, but not by asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles accepted in the United States of America. Accordingly, such information should be read in conjunction with the Association's financial statements for the year ended December 31, 2013, from which the summarized information was derived.

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

16. Income Taxes

The Association is a non-profit agency under the laws of the State of Florida and is exempt from federal taxes under Section 501(c)(3) of the Internal Revenue Code.

The Internal Revenue Code provides for taxation of unrelated business income under certain circumstances. The Association believes that it has no liability for taxes with respect to business income. However, such status is subject to final determination upon examination of the related income tax returns by the appropriate taxing authorities.

The Association follows Accounting Standards Codification Topic 740, "Income Taxes" ("ASC 740"), A component of this standard prescribes a recognition and measurement threshold of tax positions taken or expected to be taken in a tax return. For those benefits to be recognized, a tax position must be more-likely-than-not to be sustained upon examination by taxing authorities. The Association's policy is to recognize interest and penalties associated with tax positions under this standard as a component of tax expense, and none was recognized since there was no material impact of the application of this standard for the year ended December 31, 2014. The Association's information returns are open to IRS examination for the 2011 tax year and all subsequent years.

17. Special Events

The Association conducts special events for the purpose of raising money for annual operations. The Association had special events revenue of approximately $945,000 with related expenses of approximately $478,000 during the year ended December 31, 2014.

NOTE B - INVESTMENTS

Investments include the following as of December 31, 2014:

	Cost	Market
Managed portfolio of mutual funds	$ 7,156,839	$ 7,899,777
Money market funds	345,983	345,983
Total investments	$ 7,502,822	$ 8,245,760

Investment income for the year ended December 31, 2014 is summarized as follows:

Interest and dividends	$ 368,168
Investment fees paid	(31,892)
Realized and unrealized losses	(223,926)
Total investment income	$ 112,350

NOTE C - FAIR VALUE OF FINANCIAL INSTRUMENTS

The Association has adopted the FASB Accounting Standards Codification Topic. 820, "Fair and Value Measurements" ("ACS 820") which establishes a framework for using fair value to measure assets and liabilities and defines fair value as the price that would be received to sell an asset or paid to transfer a liability (an exit price) as opposed to the price that would be paid to acquire the asset or received to assume the liability (an entry price).

Under ACS 820, a fair value measure should reflect the assumptions that market participants would use in pricing the asset or liability, including the assumptions about the risk inherent in a particular valuation technique, the effect of a restriction on the sale or use of an asset and the risk of nonperformance. ACS 820 requires disclosures that stratify statement of financial position amounts measured at fair value based on inputs the Association used to derive fair value measurements. These strata include:

- Level 1 valuations, where the valuation is based on quoted market prices for identical assets or liabilities traded in active markets (which include exchanges and over-the counter markets with sufficient volume),
- Level 2 valuations, where the valuation is based on quoted market prices for similar instruments traded in active markets, quoted prices for identical or similar instruments in markets that are not active and model-based valuation techniques for which all significant assumptions are observable in the market, and
- Level 3 valuations, where the valuation is generated from model-based techniques that use significant assumptions not observable in the market, but observable based on Association-specific data.

The following table presents financial assets and liabilities measured at fair value on a recurring basis as of:

December 31, 2014	Level 1	Level 2	Level 3	Fair Value
Assets				
Mutual funds				
International	$ 1,661,125	$ -	$ -	$ 1,661,125
Balanced	897,984	-	-	897,984
Domestic - stock	2,772,659	-	-	2,772,659
Domestic - equity	921,807	-	-	921,807
Taxable bond	1,387,154	-	-	1,387,154
Nontraditional bond	238,385	-	-	238,385
Money market funds	366,646	-	-	366,646
	$ 8,245,760	$ -	$ -	$ 8,245,760

NOTE D - CONTRIBUTIONS RECEIVABLE

Contributions receivable, net represent unconditional promises to give by donors from various fundraising campaigns by the Association. During 2014, the Association maintained several capital campaigns for the purpose of raising contributions for investments in long-term assets. Contributions receivable, less discount and allowances, at December 31, 2014 are summarized as follows:

	Annual Campaign	Capital Campaigns	Total
Total contributions receivable	$ 435,586	$ 1,106,813	$ 1,542,399
Less allowance for uncollectible amounts	(249,049)	(90,625)	(339,674)
Less discount for present value (3.5%)	-	(45,783)	(45,783)
Net contributions receivable	$ 186,537	$ 970,405	$ 1,156,942

Anticipated collection periods of contributions receivable at December 31, 2014 are summarized as follows:

Due within one year	$ 443,841
Due within two to five years	713,101
	$ 1,156,942

NOTE E - LAND, BUILDINGS AND EQUIPMENT

A summary of land, buildings and equipment at December 31, 2014, is as follows:

Land	$ 7,489,267
Buildings and improvements	51,724,637
Furniture and equipment	10,918,093
Capital leased equipment	1,390,442
Construction in progress	4,651,636
	76,174,075
Less accumulated depreciation	(37,655,710)
Total land, building and equipment	$ 38,518,365

NOTE F - COMMITMENTS

1. Pension Plans

Substantially all full time Association employees are participants in a retirement plan administered by the Young Men's Christian Association Retirement Fund (the Plan). The Plan is a defined contribution plan and requires a contribution of 12% of participants' salaries. To be eligible to be enrolled in the Plan, participants must have completed 1,000 hours of service during each of any two 12-month periods, beginning with date of hire. These two years do not have to be consecutive. Participants must be at least 21 years of age. Once participants are eligible, they will be enrolled in the plan and immediately vested. Total expense for 2014 was approximately $933,000.

2. Operating Leases

A portion of the Association's operations are conducted in facilities under leases classified as operating leases. In addition, certain equipment is also leased under operating leases. The following is a schedule by years of approximate minimum rental payments for such operating leases expiring at various dates through 2022:

Year ending December 31,		
2015	$	260,700
2016		115,600
2017		41,800
2018		39,600
2019		39,600
Thereafter		89,100
Total minimum payments required	$	586,400

Rent expense for the year ended December 31, 2014 was approximately $514,000.

3. Letter of Credit

In June 2014, the Association renewed a $150,000 standby letter of credit from Regions Bank in favor of the Association's insurance carrier. There were no drawings for the years ended December 31, 2014.

4. National Support

The Association is a member of the YMCA of the USA. The Association pays approximately 1% of earned revenue subject to financial support and not to exceed a maximum threshold established by the YMCA of the USA for national support. The national support expense was approximately $297,000 for the year ended December 31, 2014. The amount is included in national support on the statement of functional expenses.

NOTE G - PROMISSORY NOTE

The Association was obligated under a promissory note in the amount of $23,400,000 in favor of the Hillsborough County Industrial Development Authority (the "Authority") in conjunction with the Authority's issuance of $23,400,000 in Hillsborough County Industrial Development Authority Variable Rate Demand Revenue Bonds (Tampa Metropolitan Area Young Men's Christian Association, Inc. Project) Series 2000 (the "Bonds") issued on June 28, 2000, to finance the cost of acquisition, construction, renovation, and equipping of certain YMCA facilities to be located in Hillsborough County, Florida.

The bond proceeds were loaned to the Association under a loan agreement between the Authority and the Association. The Authority, through a trust indenture between the Authority and the Bank of New York (the "Trustee"), assigned its rights under the loan agreement and the promissory note to the Trustee as security for the bonds, which was secured by a letter of credit in an amount sufficient to pay the outstanding principal and interest on, or purchase price of the bonds, not to exceed $23,736,575.

On May 15, 2013, the Association entered into a Revenue Refunding Bond ("Financing Agreement") with the Authority and Regions Capital Advantage, Inc. ("Bondholder") to repay and retire the outstanding principal on the Bonds described above with the issuance of an industrial revenue bond in the amount of $16,400,000. At the same time, the Association entered into a loan agreement with Regions Bank for a loan of $16,400,000. The Financing Agreement bears interest at a fixed rate of 2.65% and is secured by contributions receivable and property of the Association. Principal payments are deferred through June 1, 2016 therefore the Association made no principal payments during the year ended December 31, 2014. Interest payments are due and payable monthly through maturity on May 1, 2029.

The Financing Agreement contains certain financial and non-financial covenants, including specific semi-annual financial ratios, with which the Association is in compliance at December 31, 2014.

Bond principal maturities are as follows:

Year ending December 31,	
2015	$ -
2016	612,500
2017	1,050,000
2018	1,050,000
2019	1,050,000
Thereafter	12,637,500
	$ 16,400,000

NOTE H - NOTE PAYABLE

On May 15, 2013, the Association entered into a Promissory Note Agreement (the "Promissory Note") with Regions Bank in an amount of $3,350,000 to finance the payoff of both Bank of America, N.A. swap agreements.

On January 7, 2014, the Association paid the Promissory Note in full at the then outstanding amount of $2,999,996. The note repayment was funded by selling investments.

NOTE I - LINE OF CREDIT

The Association has a $2,250,000 secured line of credit as of December 31, 2014 from Regions Bank until August 2017 to assist the Association with working capital needs during a capital campaign. The line of credit bears interest at the London Interbank offered rate plus 2.00% and is secured by pledge receivables. The Association is charged an unused balance fee of 0.25% of the available credit line. No draws were made on the financial instrument during the year ended December 31, 2014.

NOTE J - CAPITAL LEASES

The Association leases fitness equipment and buses which are accounted for as capital leases. The following is a schedule of leased equipment under capital leases at December 31, 2014:

Leased equipment	$	1,390,442
Less accumulated depreciation		(376,084)
	$	1,014,358

Minimum lease payments under capital leases at December 31, 2014 and for each of the next five years and in the aggregate are as follows:

Year ending December 31,		
2015	$	412,645
2016		362,151
2017		253,605
2018		30,848
Total minimum payments required		1,059,249
Less amount representing interest		(50,042)
Total minimum payments required	$	1,009,207

NOTE K - TEMPORARILY RESTRICTED CONTRIBUTIONS

Temporarily restricted net assets at December 31, 2014 consist of the following:

2015 Annual Campaign	$	219,614
South Tampa Capital Campaign		436,623
Facility and Programs		1,036,727
Total	$	1,692,964

NOTE L - LEASE AND DEVELOPMENT AGREEMENT

In August 2013, the Association entered into an agreement with Hillsborough County (the "County") whereby the County would provide $2,000,000 towards the development of a new facility, the Family YMCA at Big Bend Road in south Hillsborough County. These funds are available to the Association on a reimbursement basis. During the year ended December 31, 2014 the Association expanded and billed the County $2,000,000. These funds are included in grant revenue, with a balance of $407,000 receivable as of December 31, 2014. The balance was received subsequent to December 31, 2014.

NOTE M - SUBSEQUENT EVENTS

The Association has evaluated events and transactions occurring subsequent to December 31, 2014 as of April 17, 2015, which is the date the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

TAMPA METROPOLITAN AREA YOUNG MEN'S
CHRISTIAN ASSOCIATION, INC.

December 31, 2014

Tampa Metropolitan Area Young Men's Christian Association, Inc.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended December 31, 2014

Federal Grantor / Program Title	Contract Number	Federal CFDA Number	Expenditures	Amounts Provided to Subrecipients
U.S. Department of Health and Human Services				
Indirect Program				
Early Childhood Development				
Passed-through Hillsborough County				
Board of Commissioners				
Head Start	04CH3035/48	93.600	$ 727,139	$ 477,818
Early Childhood Development				
Passed-through Hillsborough County				
Board of Commissioners				
Head Start	04CH3035/49	93.600	230,697	155,752
Total U.S. Department of Health and Human Services			957,836	633,570
U.S. Department of Housing and Urban Development				
Indirect Program				
Strengthens Communities				
Passed-through Hillsborough County				
Board of Commissioners	11-1138	14.218	13,325	-
Total U.S. Department of Housing and Urban Development			13,325	-
Total expenditures of federal awards			$ 971,161	$ 633,570

The accompanying notes are an integral part of this schedule.

Tampa Metropolitan Area Young Men's Christian Association, Inc.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

December 31, 2014

NOTE A - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Tampa Metropolitan Area Young Men's Christian Association, Inc. (the "Association") and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of State and Local Governments and Non-Profit Organizations.* Because the Schedule presents only a selected portion of the operations of the Association, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Association.

NOTE B - CONTINGENCIES

These federal programs are subject to financial and compliance audits by grantor agencies which, if instances of material noncompliance are found, may result in disallowed expenditures and affect the Association's continued participation in specific programs. The amounts, if any, of expenditures which may be disallowed by the grantor agencies cannot be determined at this time, although the Association expects such amounts, if any, to be immaterial.

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

TAMPA METROPOLITAN AREA YOUNG MEN'S CHRISTIAN ASSOCIATION, INC.

December 31, 2014

RG&Co

Rivero, Gordimer & Company, P.A.
Certified Public Accountants

Member
American Institute of Certified Public Accountants
Florida Institute of Certified Public Accountants

Herman V. Lazzara	Stephen G. Douglas
Marc D. Sasser	Michael E. Helton
Sam A. Lazzara
Cesar J. Rivero, of Counsel
Richard B. Gordimer, of Counsel

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

Governance Board
Tampa Metropolitan Area Young Men's Christian Association, Inc.

We 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 Tampa Metropolitan Area Young Men's Christian Association, Inc. (the "Association") (a nonprofit organization), which comprise the statement of financial position as of December 31, 2014, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated April 17, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Association's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control.

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 entity's financial statements will not be prevented, or detected and corrected 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.

Our 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 that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Association's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance 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 our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization'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 Association's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Rivero, Gordimer & Company, P.A.

Tampa, Florida
April 17, 2015

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR
EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

TAMPA METROPOLITAN AREA YOUNG MEN'S
CHRISTIAN ASSOCIATION, INC.

December 31, 2014

RG&Co

RIVERO, GORDIMER & COMPANY, P.A.
CERTIFIED PUBLIC ACCOUNTANTS

Member
American Institute of Certified Public Accountants
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Cesar J. Rivero, of Counsel
Richard B. Gordimer, of Counsel

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Governance Board
Tampa Metropolitan Area Young Men's Christian Association, Inc.

Report on Compliance for Each Major Federal Program

We have audited Tampa Metropolitan Area Young Men's Christian Association, Inc.'s (the "Association") (a nonprofit organization) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Association's major federal programs for the year ended December 31, 2014. The Association's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Association's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Association's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Association's compliance.

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Opinion on Each Major Federal Program

In our opinion, the Association complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2014.

Report on Internal Control Over Compliance

Management of the Association is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Association's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Association's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance 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 compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Rivero, Gordimer & Company, P.A.

Tampa, Florida
April 17, 2015

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

TAMPA METROPOLITAN AREA YOUNG MEN'S
CHRISTIAN ASSOCIATION, INC.

December 31, 2014

Tampa Metropolitan Area Young Men's Christian Association, Inc.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the year ended December 31, 2014

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued	Unmodified
Internal control over financial reporting	
Material weakness(es) identified?	____ yes __X__ no
Significant deficiency(ies) identified that are not considered to be material weakness(es)?	____ yes __X__ none reported
Noncompliance material to financial statements noted?	____ yes __X__ no

Federal Awards

Internal control over major programs	
Material weakness(es) identified?	____ yes __X__ no
Significant deficiency(ies) identified that are not considered to be material weakness(es)?	____ yes __X__ none reported
Type of auditors' report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133	____ yes __X__ no

Identification of major programs:

CFDA Number	Name of Federal Program
93.600	Head Start

Dollar threshold used to distinguish between type A and type B programs	$ 300,000
Auditee qualified as low-risk auditee under provisions of OMB Circular A-133?	__X__ yes ____ no

Section II - Financial Statement Findings

No matters were reported for the year ended December 31, 2014.

Section III - Federal Award Findings and Questioned Costs

No matters were reported for the year ended December 31, 2014.

Section IV - Summary Schedule of Prior Audit Findings

Item: 2013 - 001 - Fixed Assets and Capital Leases (Related to a Financial Statement Finding)

Observation: During the testing of fixed assets and capital leases, the details maintained by the Association did not reconcile to the general ledger. This was in part due to the fixed assets system not being properly backed up. During 2013 when the system crashed, there was no electronic backup available to restore the data; therefore the data had to be recreated from a hard copy report. Additionally, certain capital leases and related equipment were not properly removed from the general ledger at the end of the lease term.

Recommendation: The predecessor audit firm recommended management reconcile the details of fixed assets and capital leases to the general ledger at least quarterly to determine if differences exist. The predecessor audit firm also recommended that management periodically check that back ups of the fixed assets system are being performed as required by the Association's policies.

Response of Management: The Association agreed with the finding and recommendation. Since the original system crash, the Association began a back up of the system weekly. This will alleviate any future issue of mass reconstruction that caused the original reconciliation challenge. Quarterly reconciliations of the fixed assets system and capital leases to the general ledger have also been implemented.

Current Status: No similar findings were noted in the accompanying Schedule of Findings and Questioned Costs for the year ended December 31, 2014.