

Return of Organization Exempt from Income Tax

2003

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

Open to Public Inspection

Department of the Treasury Internal Revenue Service

The organization may have to use a copy of this return to satisfy state reporting requirements

A For the 2003 calendar year, or tax year beginning 7/01, 2003, and ending 6/30, 2004

- B Check if applicable: Address change, Name change, Initial return, Final return, Amended return, Application pending

Please use IRS label or print or type. See specific instructions.

YOUTH & FAMILY SERVICES INC. PO BOX 2813 RAPID CITY, SD 57709

D Employer identification number

46-6017085

E Telephone number

F Accounting method: Cash, Accrual, Other (specify)

Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

H and I are not applicable to section 527 organizations

H (a) Is this a group return for affiliates? Yes No

H (b) If 'Yes,' enter number of affiliates.

H (c) Are all affiliates included? Yes No

(If 'No,' attach a list. See instructions.)

H (d) Is this a separate return filed by an organization covered by a group ruling? Yes No

I Group Exemption Number

M Check if the organization is not required to attach Schedule B (Form 990, 990-EZ, or 990-PF)

G Web site: N/A

J Organization type: 501(c) 3

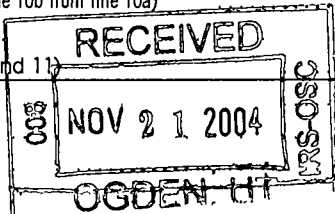
K Check here if the organization's gross receipts are normally not more than \$25,000. Some states require a complete return.

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12: 8,509,635.

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See Instructions)

SCANNED DEC 09 2004

Table with 21 rows and 4 columns: Description, (A) Securities, (B) Other, Total. Includes sub-rows for 1a-1c, 2, 3, 4, 5, 6a-6c, 7, 8a-8c, 9a-9c, 10a-10c, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21.



613-19 3

Part II Statement of Functional Expenses All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others.

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22	Grants and allocations (att sch) (cash \$ _____ non-cash \$ _____)	22			
23	Specific assistance to individuals (att sch)	23			
24	Benefits paid to or for members (att sch)	24			
25	Compensation of officers, directors, etc	25	81,158.	81,158.	
26	Other salaries and wages	26	4,648,782.	4,028,017.	148,993.
27	Pension plan contributions	27	143,446.	122,158.	4,519.
28	Other employee benefits	28	399,839.	340,504.	12,594.
29	Payroll taxes	29	367,922.	313,322.	11,590.
30	Professional fundraising fees	30			
31	Accounting fees	31			
32	Legal fees	32			
33	Supplies	33	104,486.	101,142.	2,926.
34	Telephone	34	57,810.	54,920.	289.
35	Postage and shipping	35			
36	Occupancy	36	374,778.	368,346.	1,194.
37	Equipment rental and maintenance	37			
38	Printing and publications	38			
39	Travel	39	127,095.	126,109.	986.
40	Conferences, conventions, and meetings	40	136,438.	128,123.	250.
41	Interest	41			
42	Depreciation, depletion, etc (attach schedule)	42	339,872.	336,473.	3,399.
43	Other expenses not covered above (itemize)				
a	SEE STATEMENT 5	43a	2,000,224.	1,927,276.	4,718.
b		43b			
c		43c			
d		43d			
e		43e			
44	Total functional expenses (add lines 22 - 43) Organizations completing columns (B) - (D), carry these totals to lines 13 - 15	44	8,781,850.	7,846,390.	187,073.

Joint Costs. Check if you are following SOP 98-2.

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No
 If 'Yes,' enter (i) the aggregate amount of these joint costs \$ _____; (ii) the amount allocated to Program services \$ _____; (iii) the amount allocated to Management and general \$ _____; and (iv) the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments

What is the organization's primary exempt purpose? <input type="checkbox"/> SEE STATEMENT 6	Program Service Expenses (Required for 501(c)(3) and (4) organizations and 4947(a)(1) trusts, but optional for others)
a SEE STATEMENT 6	
(Grants and allocations \$ _____)	7,846,390.
b	
(Grants and allocations \$ _____)	
c	
(Grants and allocations \$ _____)	
d	
(Grants and allocations \$ _____)	
e Other program services (Grants and allocations \$ _____)	
f Total of Program Service Expenses (should equal line 44, column (B), Program services)	7,846,390.

Part IV Balance Sheets (See Instructions)

Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only

		(A) Beginning of year		(B) End of year
ASSETS	45 Cash – non-interest-bearing	1,250.	45	1,250.
	46 Savings and temporary cash investments	1,776,633.	46	456,602.
	47 a Accounts receivable	47 a 43,787.		
	b Less: allowance for doubtful accounts	47 b 9,735.	44,471.	47 c 34,052.
	48 a Pledges receivable	48 a 369,326.		
	b Less allowance for doubtful accounts	48 b 61,974.	544,887.	48 c 307,352.
	49 Grants receivable		421,919.	49 460,643.
	50 Receivables from officers, directors, trustees, and key employees (attach schedule)			50
	51 a Other notes & loans receivable (attach sch)	51 a		
	b Less: allowance for doubtful accounts	51 b		51 c
	52 Inventories for sale or use		8,636.	52 10,702.
	53 Prepaid expenses and deferred charges		20,521.	53 12,894.
	54 Investments – securities (attach schedule) STMT 10 <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV		794,773.	54 1,412,050.
	55 a Investments – land, buildings, & equipment: basis	55 a		
	b Less: accumulated depreciation (attach schedule)	55 b		55 c
56 Investments – other (attach schedule)	SEE STMT 7	1,127,904.	56 1,128,349.	
57 a Land, buildings, and equipment: basis	57 a 7,116,477.			
b Less: accumulated depreciation (attach schedule) STATEMENT 8	57 b 1,696,789.	5,321,390.	57 c 5,419,688.	
58 Other assets (describe ► _____)			58	
59 Total assets (add lines 45 through 58) (must equal line 74)		10,062,384.	59 9,243,582.	
LIABILITIES	60 Accounts payable and accrued expenses	1,176,508.	60	630,913.
	61 Grants payable		61	
	62 Deferred revenue	15,750.	62	464.
	63 Loans from officers, directors, trustees, and key employees (attach schedule)		63	
	64 a Tax-exempt bond liabilities (attach schedule)		64 a	
	b Mortgages and other notes payable (attach schedule)		64 b	
	65 Other liabilities (describe ► _____)		65	
66 Total liabilities (add lines 60 through 65)		1,192,258.	66 631,377.	
NET ASSETS OR FUND BALANCES	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.			
	67 Unrestricted	6,126,813.	67	6,282,228.
	68 Temporarily restricted	1,206,585.	68	792,804.
	69 Permanently restricted	1,536,728.	69	1,537,173.
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.			
	70 Capital stock, trust principal, or current funds		70	
	71 Paid-in or capital surplus, or land, building, and equipment fund		71	
	72 Retained earnings, endowment, accumulated income, or other funds		72	
	73 Total net assets or fund balances (add lines 67 through 69 or lines 70 through 72, column (A) must equal line 19, column (B) must equal line 21)	8,870,126.	73	8,612,205.
	74 Total liabilities and net assets/fund balances (add lines 66 and 73)	10,062,384.	74	9,243,582.

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

BAA

Part IV-A Reconciliation of Revenue per Audited Financial Statements with Revenue per Return (See instructions.)

Part IV-B Reconciliation of Expenses per Audited Financial Statements with Expenses per Return

a	Total revenue, gains, and other support per audited financial statements	a	8,452,846.
b	Amounts included on line a but not on line 12, Form 990:		
(1)	Net unrealized gains on investments \$		
(2)	Donated services and use of facilities \$		
(3)	Recoveries of prior year grants \$		
(4)	Other (specify):		
	----- \$		
	Add amounts on lines (1) through (4)	b	
c	Line a minus line b	c	8,452,846.
d	Amounts included on line 12, Form 990 but not on line a :		
(1)	Investment expenses not included on line 6b, Form 990 \$		
(2)	Other (specify):		
	----- \$		
	Add amounts on lines (1) and (2)	d	
e	Total revenue per line 12, Form 990 (line c plus line d)	e	8,452,846.

a	Total expenses and losses per audited financial statements	a	8,781,850.
b	Amounts included on line a but not on line 17, Form 990:		
(1)	Donated services and use of facilities \$		
(2)	Prior year adjustments reported on line 20, Form 990 \$		
(3)	Losses reported on line 20, Form 990 \$		
(4)	Other (specify):		
	----- \$		
	Add amounts on lines (1) through (4)	b	
c	Line a minus line b	c	8,781,850.
d	Amounts included on line 17, Form 990 but not on line a :		
(1)	Investment expenses not included on line 6b, Form 990 \$		
(2)	Other (specify):		
	----- \$		
	Add amounts on lines (1) and (2)	d	
e	Total expenses per line 17, Form 990 (line c plus line d)	e	8,781,850.

Part V List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated; see instructions)

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans and deferred compensation	(E) Expense account and other allowances
SUSAN FEDELL 5200 DYASS AVE. RAPID CITY, SD 57701	EXECUTIVE DIREC 40	81,158.	3,286.	0.
SEE ATTACHED STATEMENT 11	DIRECTORS NONE	0.	0.	0.

75 Did any officer, director, trustee, or key employee receive aggregate compensation of more than \$100,000 from your organization and all related organizations, of which more than \$10,000 was provided by the related organizations? Yes No
If 'Yes,' attach schedule - see instructions

Part VI Other Information (See instructions.)

		Yes	No
76	Did the organization engage in any activity not previously reported to the IRS? If 'Yes,' attach a detailed description of each activity		X
77	Were any changes made in the organizing or governing documents but not reported to the IRS? If 'Yes,' attach a conformed copy of the changes.		X
78a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?		X
78b	If 'Yes,' has it filed a tax return on Form 990-T for this year?	N/A	
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If 'Yes,' attach a statement		X
80a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc, to any other exempt or nonexempt organization?		X
80b	If 'Yes,' enter the name of the organization N/A and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt.		
81a	Enter direct and indirect political expenditures. See line 81 instructions	81a	0.
81b	Did the organization file Form 1120-POL for this year?		X
82a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	X	
82b	If 'Yes,' you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)	82b	203,121.
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	
83b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	X	
84a	Did the organization solicit any contributions or gifts that were not tax deductible?		X
84b	If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	N/A	
85a	501(c)(4), (5), or (6) organizations a Were substantially all dues nondeductible by members?	N/A	
85b	b Did the organization make only in-house lobbying expenditures of \$2,000 or less? If 'Yes' was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.	N/A	
85c	c Dues, assessments, and similar amounts from members	85c	N/A
85d	d Section 162(e) lobbying and political expenditures	85d	N/A
85e	e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e	N/A
85f	f Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f	N/A
85g	g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	85g	N/A
85h	h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	85h	N/A
86a	501(c)(7) organizations Enter: a Initiation fees and capital contributions included on line 12	86a	N/A
86b	b Gross receipts, included on line 12, for public use of club facilities	86b	N/A
87a	501(c)(12) organizations Enter: a Gross income from members or shareholders	87a	N/A
87b	b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	87b	N/A
88	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If 'Yes,' complete Part IX	88	X
89a	501(c)(3) organizations Enter. Amount of tax imposed on the organization during the year under: section 4911 <u>0.</u> , section 4912 <u>0.</u> , section 4955 <u>0.</u>		
89b	b 501(c)(3) and 501(c)(4) organizations Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If 'Yes,' attach a statement explaining each transaction	89b	X
	c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958		0.
	d Enter: Amount of tax on line 89c, above, reimbursed by the organization		0.
90a	List the states with which a copy of this return is filed NONE		
90b	b Number of employees employed in the pay period that includes March 12, 2003 (See instructions.)	90b	198
91	The books are in care of YOUTH & FAMILY SERVICES Telephone number (605) 342-4195 Located at PO BOX 2813 RAPID CITY, SD ZIP + 4 57709		
92	Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 - Check here <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the tax year 92		N/A

Part VII Analysis of Income-Producing Activities (See instructions.)

Note: Enter gross amounts unless otherwise indicated

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue:					
a DAY CARE & COUNSELING					768,200.
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees & contracts from government agencies					
94 Membership dues and assessments					14,783.
95 Interest on savings & temporary cash invmnts					
96 Dividends & interest from securities			14	54,835.	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from pers prop					
99 Other investment income			14	30,890.	
100 Gain or (loss) from sales of assets other than inventory			18	-4,373.	
101 Net income or (loss) from special events			1	13,940.	
102 Gross profit or (loss) from sales of inventory.					
103 Other revenue: a					
b MISCELLANEOUS			1	10,208.	
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				105,500.	782,983.
105 Total (add line 104, columns (B), (D), and (E))					888,483.

Note: Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See instructions.)

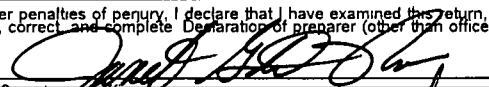
Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
▼	SEE STATEMENT 9

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See instructions.)

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
N/A	0%			
	0%			
	0%			
	0%			

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See instructions.)

- a Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? Yes No
 - b Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? Yes No
- Note: If 'Yes' to (b), file Form 8870 and Form 4720 (see instructions)

Please Sign:  Date: 11-15-04
 Janet Gundersen-Powers Date: 11-15-04

Date: 11/15/04 Check if self: Preparer's SSN or PTIN (see General instruction W)

SCHEDULE A
(Form 990 or 990-EZ)

**Organization Exempt Under
Section 501(c)(3)**

OMB No 1545-0047

(Except Private Foundation) and Section 501(e), 501(f), 501(k),
501(m), or Section 4947(a)(1) Nonexempt Charitable Trust

2003

Department of the Treasury
Internal Revenue Service

Supplementary Information — (See separate instructions.)

▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ.**

Name of the organization

YOUTH & FAMILY SERVICES INC.

Employer identification number

46-6017085

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees

(See instructions. List each one. If there are none, enter 'None')

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account and other allowances
SARA GENTRY, 3840 PONDEROSA TRL, RAPID CITY, SD 57702	DEVELOPMENT DIR 40-45	54,829.	2,220.	0.
JANET GUNDERSON-POWERS RAPID CITY, SD	FINANCE DIR. 40-45	62,589.	2,534.	0.
SHERRI STEFFEN RAPID CITY, SD	PRINCIPAL INVES 40-45	51,900.	2,101.	0.
KATE SHREEVE RAPID CITY, SD	PRINCIPAL INVES 40-45	50,771.	2,056.	0.
DAVID MILLER RAPID CITY, SD	COMPUTER MANAGE 40-45	50,258.	2,035.	0.
Total number of other employees paid over \$50,000 ▶	1			

Part II Compensation of the Five Highest Paid Independent Contractors for Professional Services

(See instructions. List each one (whether individuals or firms). If there are none, enter 'None.')

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over \$50,000 for professional services ▶	0	

Part III Statements About Activities (See instructions)

1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If 'Yes,' enter the total expenses paid or incurred in connection with the lobbying activities **► \$** N/A

(Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.)

	Yes	No
1		X
2a		X
2b		X
2c		X
2d		X
2e		X
3a		X
3b		X
4		X

- Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking 'Yes,' must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.
- 2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is 'Yes,' attach a detailed statement explaining the transactions.)
- a Sale, exchange, or leasing of property?
 - b Lending of money or other extension of credit?
 - c Furnishing of goods, services, or facilities?
 - d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?
 - e Transfer of any part of its income or assets?
- 3a Do you make grants for scholarships, fellowships, student loans, etc? (If 'Yes,' attach an explanation of how you determine that recipients qualify to receive payments.)
- 3b Do you have a section 403(b) annuity plan for your employees?
- 4 Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?

Part IV Reason for Non-Private Foundation Status (See instructions.)

The organization is not a private foundation because it is: (Please check only **ONE** applicable box.)

- 5 A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).
- 6 A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)
- 7 A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
- 8 A Federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
- 9 A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state ► _____
- 10 An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
- 11a An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 11b A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 12 An organization that normally receives (1) more than 33-1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc, functions — subject to certain exceptions, and (2) no more than 33-1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
- 13 An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: (1) lines 5 through 12 above; or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). (See section 509(a)(3).)

Provide the following information about the supported organizations. (See instructions.)

(a) Name(s) of supported organization(s)	(b) Line number from above

14 An organization organized and operated to test for public safety. Section 509(a)(4) (See instructions.)

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12.) *Use cash method of accounting.*

Note: You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting

Calendar year (or fiscal year beginning in)	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	10,758,259.	7,461,515.	6,859,126.	5,611,440.	30,690,340.
16 Membership fees received	7,112.	8,399.	8,075.	7,000.	30,586.
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	596,158.	493,525.	514,062.	558,832.	2,162,577.
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	59,772.	52,807.	60,009.	56,543.	229,131.
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
23 Total of lines 15 through 22	11,421,301.	8,016,246.	7,441,272.	6,233,815.	33,112,634.
24 Line 23 minus line 17	10,825,143.	7,522,721.	6,927,210.	5,674,983.	30,950,057.
25 Enter 1% of line 23	114,213.	80,162.	74,413.	62,338.	

26 Organizations described on lines 10 or 11:	a Enter 2% of amount in column (e), line 24	26a	619,001.
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 1999 through 2002 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts		26b	
c Total support for section 509(a)(1) test: Enter line 24, column (e)		26c	30,950,057.
d Add: Amounts from column (e) for lines:	18 229,131.	19	
	22	26d	229,131.
e Public support (line 26c minus line 26d total)		26e	30,720,926.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))		26f	99.26 %

27 Organizations described on line 12:	N/A
a For amounts included in lines 15, 16, and 17 that were received from a 'disqualified person,' prepare a list for your records to show the name of, and total amounts received in each year from, each 'disqualified person.' Do not file this list with your return. Enter the sum of such amounts for each year:	(2002) _____ (2001) _____ (2000) _____ (1999) _____
b For any amount included in line 17 that was received from each person (other than 'disqualified persons'), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year:	(2002) _____ (2001) _____ (2000) _____ (1999) _____
c Add: Amounts from column (e) for lines:	15 _____ 16 _____
	17 _____ 20 _____ 21 _____
d Add: Line 27a total _____ and line 27b total _____	27c _____
e Public support (line 27c total minus line 27d total)	27d _____
f Total support for section 509(a)(2) test: Enter amount from line 23, column (e)	27e _____
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))	27f _____
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))	27g _____ %
	27h _____ %

28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 1999 through 2002, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.

Part V. Private School Questionnaire (See instructions.)
 (To be completed ONLY by schools that checked the box on line 6 in Part IV)

		N/A	
		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If 'Yes,' please describe; if 'No,' please explain (If you need more space, attach a separate statement.) ----- ----- -----		
32	Does the organization maintain the following:		
a	Records indicating the racial composition of the student body, faculty, and administrative staff?		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
d	Copies of all material used by the organization or on its behalf to solicit contributions? If you answered 'No' to any of the above, please explain. (If you need more space, attach a separate statement.) ----- -----		
33	Does the organization discriminate by race in any way with respect to:		
a	Students' rights or privileges?		
b	Admissions policies?		
c	Employment of faculty or administrative staff?		
d	Scholarships or other financial assistance?		
e	Educational policies?		
f	Use of facilities?		
g	Athletic programs?		
h	Other extracurricular activities? If you answered 'Yes' to any of the above, please explain. (If you need more space, attach a separate statement.) ----- ----- -----		
34a	Does the organization receive any financial aid or assistance from a governmental agency?		
b	Has the organization's right to such aid ever been revoked or suspended? If you answered 'Yes' to either 34a or b, please explain using an attached statement.		
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev Proc 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If 'No,' attach an explanation.		

Part VI-A Lobbying Expenditures by Electing Public Charities (See instructions.)
(To be completed **ONLY** by an eligible organization that filed Form 5768)

N/A

Check **a** if the organization belongs to an affiliated group. Check **b** if you checked 'a' and 'limited control' provisions apply.

Limits on Lobbying Expenditures

(The term 'expenditures' means amounts paid or incurred.)

	(a) Affiliated group totals	(b) To be completed for ALL electing organizations
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36	
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37	
38 Total lobbying expenditures (add lines 36 and 37)	38	
39 Other exempt purpose expenditures	39	
40 Total exempt purpose expenditures (add lines 38 and 39)	40	
41 Lobbying nontaxable amount. Enter the amount from the following table –		
If the amount on line 40 is –		
Not over \$500,000		
Over \$500,000 but not over \$1,000,000		
Over \$1,000,000 but not over \$1,500,000		
Over \$1,500,000 but not over \$17,000,000		
Over \$17,000,000		
The lobbying nontaxable amount is –		
20% of the amount on line 40		
\$100,000 plus 15% of the excess over \$500,000		
\$175,000 plus 10% of the excess over \$1,000,000	41	
\$225,000 plus 5% of the excess over \$1,500,000		
\$1,000,000		
42 Grassroots nontaxable amount (enter 25% of line 41)	42	
43 Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43	
44 Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44	
Caution: If there is an amount on either line 43 or line 44, you must file Form 4720		

4 -Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below.
See the instructions for lines 45 through 50.)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4 -Year Averaging Period				
	(a) 2003	(b) 2002	(c) 2001	(d) 2000	(e) Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots non-taxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

Part VI-B: Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See instructions)

N/A

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:

- a** Volunteers
- b** Paid staff or management (Include compensation in expenses reported on lines c through h.)
- c** Media advertisements
- d** Mailings to members, legislators, or the public
- e** Publications, or published or broadcast statements
- f** Grants to other organizations for lobbying purposes
- g** Direct contact with legislators, their staffs, government officials, or a legislative body
- h** Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means
- i** Total lobbying expenditures (add lines c through h.)

Yes	No	Amount

If 'Yes' to any of the above, also attach a statement giving a detailed description of the lobbying activities.

CLIENT 10744A

YOUTH & FAMILY SERVICES INC.

46-6017085

STATEMENT 1
FORM 990, PART I, LINE 7
OTHER INVESTMENT INCOME

EARNINGS ON INVESTMENTS

TOTAL	\$	30,890.
	\$	<u>30,890.</u>

STATEMENT 2
FORM 990, PART I, LINE 8
NET GAIN (LOSS) FROM NONINVENTORY SALES

OTHER ASSETS

DESCRIPTION:	CHEV CAVALIER #308-HS		
DATE ACQUIRED:	1/01/1991		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	6/03/2004		
TO WHOM SOLD:	MARION LECOMPTE - YFS PARENT		
GROSS SALES PRICE:	575.		
COST OR OTHER BASIS:	9,500.		
DEPRECIATION:	8,075.		
		GAIN (LOSS)	-850.

DESCRIPTION:	CARPET-DOUGLAS		
DATE ACQUIRED:	11/30/1997		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	6/30/2004		
TO WHOM SOLD:			
GROSS SALES PRICE:	0.		
COST OR OTHER BASIS:	3,486.		
DEPRECIATION:	2,988.		
		GAIN (LOSS)	-498.

DESCRIPTION:	WOOD AVENUE COOLER		
DATE ACQUIRED:	7/22/2002		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	6/01/2004		
TO WHOM SOLD:			
GROSS SALES PRICE:	0.		
COST OR OTHER BASIS:	1,378.		
DEPRECIATION:	360.		
		GAIN (LOSS)	-1,018.

DESCRIPTION:	EPSON 730C PROJECTOR		
DATE ACQUIRED:	2/28/2003		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	6/30/2004		
TO WHOM SOLD:			
GROSS SALES PRICE:	0.		
COST OR OTHER BASIS:	2,738.		
DEPRECIATION:	731.		
		GAIN (LOSS)	-2,007.

TOTAL GAIN (LOSS) OTHER ASSETS	\$	<u>-4,373.</u>
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TOTAL NET GAIN (LOSS) FROM NONINVENTORY SALES	\$	<u>-4,373.</u>
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CLIENT 10744A

YOUTH & FAMILY SERVICES INC.

46-6017085

STATEMENT 3
FORM 990, PART I, LINE 9
NET INCOME (LOSS) FROM SPECIAL EVENTS

SPECIAL EVENTS	GROSS RECEIPTS	LESS CONTRI-BUTIONS	GROSS REVENUE	LESS DIRECT EXPENSES	NET INCOME (LOSS)
KID'S FAIR	65,781.	0.	65,781.	51,841.	13,940.
TOTAL	<u>\$ 65,781.</u>	<u>\$ 0.</u>	<u>\$ 65,781.</u>	<u>\$ 51,841.</u>	<u>\$ 13,940.</u>

STATEMENT 4
FORM 990, PART I, LINE 20
OTHER CHANGES IN NET ASSETS OR FUND BALANCES

UNREALIZED ENDOWMENT GAIN	\$ 70,638.
UNREALIZED GAIN-IN TRUST INT	445.
TOTAL	<u>\$ 71,083.</u>

STATEMENT 5
FORM 990, PART II, LINE 43
OTHER EXPENSES

	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT & GENERAL	(D) FUNDRAISING
CONTRACTED SERVICES	243,778.	229,940.	13,361.	477.
DUES AND SUBSCRIPTIONS	30,504.	29,161.	1,090.	253.
FAMILY CHILD CARE PAYMENTS	833,748.	833,748.		
FOOD	231,332.	227,146.	3,547.	639.
INSURANCE	96,719.	85,403.	10,793.	523.
MISCELLANEOUS	1,338.	1,080.	258.	
OFFICE SUPPLIES	29,787.	10,371.	18,176.	1,240.
PARENT ACTIVITY	36,441.	36,441.		
PROMOTION EXPENSE	53,084.	41,768.	10,793.	523.
REPAIR AND MAINTENANCE	68,523.	64,530.	3,658.	335.
SUBCONTRACTS TO GRANTS	229,325.	229,325.		
UTILITIES	145,645.	138,363.	6,554.	728.
TOTAL	<u>\$ 2,000,224.</u>	<u>\$ 1,927,276.</u>	<u>\$ 68,230.</u>	<u>\$ 4,718.</u>

STATEMENT 6
FORM 990, PART III, LINE A
STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS

DESCRIPTION	GRANTS AND ALLOCATIONS	PROGRAM SERVICE EXPENSES
PROVIDE AND ANSWER THE CRITICAL NEEDS OF YOUNG PEOPLE AND THEIR FAMILIES IN THE RAPID CITY AREA AND SURROUNDING COMMUNITY.		7,846,390.
PROGRAM SERVICES:		

STATEMENT 6 (CONTINUED)
FORM 990, PART III, LINE A
STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS

DESCRIPTION	GRANTS AND ALLOCATIONS	PROGRAM SERVICE EXPENSES
GIRLS INCORPORATED		
TO PROVIDE EDUCATIONAL, RECREATIONAL, HEALTH OUTREACH, AND COMMUNITY SERVICES PROGRAMS AND INSPIRE ALL GIRLS AGES 5-17 TO BE STRONG, SMART, AND BOLD.		
GIRLS PARTICIPATE IN FUN AND EXCITING EDUCATIONAL AND RECREATIONAL ACTIVITIES SIX DAYS A WEEK DURING THE SCHOOL YEAR AND EACH WEEK DAY DURING THE SUMMER. THROUGH THESE ACTIVITIES, GIRLS INCORPORATED WAS ABLE TO SERVE MORE THAN 1300 GIRLS THIS PAST YEAR. OUR PROGRAMS HIGHLIGHT COMMUNITY ACTION, SPORTS, HEALTH, CAREERS AND LIFE PLANNING. THESE PROGRAMS ALSO CELEBRATE OUR MEMBERS' CULTURE AND HERITAGE AND ENCOURAGE THE GIRLS TO DEVELOP SELF-RELIANCE AND LIFE SKILLS.		
CHILD CARE SERVICES		
TO PROVIDE AND PROMOTE QUALITY, AFFORDABLE CHILD CARE FOR PRESCHOOL AND SCHOOL-AGE CHILDREN.		
A TOTAL OF 487 CHILDREN WERE ENROLLED IN THE PROGRAM THIS YEAR--275 SCHOOL-AGE, 184 PRESCHOOL-AGE, AND 28 INFANTS AND TODDLERS (A NEW ADDITION TO CHILD CARE PROGRAM). YFS CHILD CARE, IN COLLABORATION WITH YFS HEAD START, ALSO OFFERS A NEW COMBINATION HEAD START/CHILD CARE PROGRAM, WHICH SERVES 80 CHILDREN AND THEIR FAMILIES. THIS PROGRAM OFFERS FULL-TIME, FULL YEAR SERVICES TO THE FAMILIES ENROLLED. TRANSPORTATION TO AND FROM SCHOOLS IS AN ADDITIONAL SERVICE PROVIDED TO HELP WORKING PARENTS.		
NUTRITION SERVICES		
TO PROMOTE GOOD NUTRITION FOR CHILDREN BY PROVIDING MEALS, SNACKS, AND NUTRITION EDUCATION.		
DURING THE PAST YEAR YFS PROVIDED 1,063,603 MEALS AND SNACKS TO CHILDREN. A TOTAL OF 190 COMMUNITY CHILD CARE PROVIDERS WERE ASSISTED WITH MENU PLANNING, NUTRITIONAL ANALYSIS AND FINANCIAL REIMBURSEMENT THROUGH THE FAMILY CHILD CARE NUTRITION PROGRAM. DURING THE 2003 SUMMER, 31,309 FREE BREAKFASTS AND LUNCHESES WERE SERVED TO CHILDREN UNDER THE AGE OF 18. THE SUMMER FOOD PROGRAM IS AVAILABLE TO ALL LOCAL CHILDREN WHO WISH TO ATTEND.		
YFS HEAD START AND EARLY HEAD START		
TO ENHANCE CHILDREN'S PHYSICAL, SOCIAL, EMOTIONAL AND INTELLECTUAL DEVELOPMENT; TO SUPPORT PARENTS IN FULFILLING THEIR PARENTAL ROLES; AND TO HELP PARTNERS MOVE TOWARD ECONOMIC INDEPENDENCE.		
YFS HEAD START PROGRAMMING IS FOR LOW-INCOME FAMILIES AND CHILDREN WITH DISABILITIES, AGES 3 AND 4. YFS EARLY HEAD START OFFERS EDUCATIONAL, HEALTH AND NUTRITIONAL SERVICES		

STATEMENT 6 (CONTINUED)
 FORM 990, PART III, LINE A
 STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS

DESCRIPTION	GRANTS AND ALLOCATIONS	PROGRAM SERVICE EXPENSES
<p>THROUGH CENTER-BASED AND HOME-BASED HEAD START. YFS EARLY HEAD START SERVES LOW-INCOME EXPECTANT PARENTS AND FAMILIES WITH CHILDREN, BIRTH TO AGE 3. PARENTAL INVOLVEMENT IS STRONGLY ENCOURAGED IN ORDER TO STRENGTHEN THE FAMILY UNIT. AS THE PRIME EDUCATORS FOR THEIR CHILDREN, THE PARENTS ARE THE KEY TO THEIR CHILDREN'S SUCCESS IN HEAD START AND LATER IN SCHOOL. OVER 380 HEAD START AND 207 EARLY HEAD START CHILDREN AND THEIR FAMILIES ARE SERVED ANNUALLY THROUGH YFS HEAD START PROGRAMS.</p> <p>COUNSELING CENTER</p> <p>TO HELP YOUNG PEOPLE AND THEIR FAMILIES FIND A SENSE OF WORTH, IDENTITY, AND MEANING THROUGH COUNSELING, AND CRISIS INTERVENTION.</p> <p>THIS PAST YEAR, YFS COUNSELING CENTER SERVED 445 YOUTH AND FAMILY MEMBERS THROUGH ASSESSMENT, COUNSELING AND PREVENTION EDUCATION. OF THIS NUMBER, 122 CLIENTS WERE VICTIMS OF CRIME. THE YFS COUNSELING CENTER'S CRISIS HOT LINE RECEIVED 640 CALLS DEALING WITH ISSUES SUCH AS DEPRESSION, SUICIDE, FAMILY VIOLENCE, DRUG AND ALCOHOL ABUSE, DIVORCE/FAMILY ISSUES, AND RUNAWAYS.</p> <p>PREVENTION RESOURCE CENTER</p> <p>TO PROVIDE RESEARCH, TRAINING, AND TECHNICAL ASSISTANCE IN RESPONSE TO SUBSTANCE ABUSE ISSUES AFFECTING THE LIVES OF YOUNG PEOPLE AND THEIR FAMILIES.</p> <p>THIS PAST YEAR YFS HAS FULFILLED 500 REQUESTS FOR RESOURCES AND INFORMATION ABOUT ALCOHOL, TOBACCO AND OTHER DRUG ABUSE AND VIOLENCE PREVENTION IN WESTERN SOUTH DAKOTA. THE PRC DISTRIBUTED 9,000 PIECES OF FREE EDUCATIONAL MATERIALS ON SUBSTANCE ABUSE AND VIOLENCE PREVENTION AT SEVERAL EVENTS.</p>		
	\$ 0.	\$ 7,846,390.

STATEMENT 7
 FORM 990, PART IV, LINE 56
 INVESTMENTS - OTHER

DESCRIPTION OF INVESTMENT	VALUATION METHOD	BOOK VALUE
BENEFICIAL INTEREST IN TRUSTS AT FMV	MARKET VALUE	\$ 1,128,349.
	TOTAL	\$ 1,128,349.

**STATEMENT 8
FORM 990, PART IV, LINE 57
LAND, BUILDINGS, AND EQUIPMENT**

<u>CATEGORY</u>	<u>BASIS</u>	<u>ACCUM. DEPREC.</u>	<u>BOOK VALUE</u>
AUTOMOBILES / TRANSPORTATION EQUIPMENT	\$ 276,122.	\$ 253,415.	\$ 22,707.
FURNITURE AND FIXTURES	587,286.	284,493.	302,793.
BUILDINGS	5,727,355.	1,158,881.	4,568,474.
LAND	525,714.		525,714.
TOTAL	<u>\$ 7,116,477.</u>	<u>\$ 1,696,789.</u>	<u>\$ 5,419,688.</u>

**STATEMENT 9
FORM 990, PART VIII
RELATIONSHIP OF ACTIVITIES TO THE ACCOMPLISHMENT OF EXEMPT PURPOSES**

<u>LINE #</u>	<u>EXPLANATION OF ACTIVITIES</u>
93A	FEES CHARGED TO PARTICIPANTS IN THE DAY CARE PROGRAM AND FOR COUNSELING SERVICES. THE DAY CARE PROGRAM PROVIDES ACTIVITIES, MEALS, AND A SAFE ENVIRONMENT FOR CHILDREN. THE COUNSELING PROGRAM PROVIDES COUNSELING TO TROUBLED YOUTH AND THEIR FAMILIES.
94	DUES CHARGED TO CHILDREN FOR MEMBERSHIP IN THE GIRLS CLUB AND PARTICIPATION IN CLUB ACTIVITIES.

Statement 10**990; Part IV; Line 54**

At June 30, 2004, The Entity's investments in securities were comprised of the following:

<u>Type of Investment</u>	<u>Fair Market Value</u>
Stocks	\$ 824,595
Certificates of Deposit	235,000
Fixed Income Securities	139,191
Money Market	113,032
U.S. Treasury Notes	92,732
Other	<u>7,500</u>
	<u>\$1,412,050</u>

Statement II

EIN 46-6017085

BOARD2003

09/15/2004

Form 990; Part V; List of Directors

FIRST NAME	LAST NAME	TERM
STAN	ADELSTEIN	2001 - 2004
CHARLES	ARBEITER	2001 - 2004
BARBARA	BUTLER	2002 - 2005
MALCOM	CHAPMAN	2003 - 2006
GOGIE	ENSTAD	2003 - 2006
STEVE	FLANERY	2002 - 2005
JEFF	FULLERTON	2001 - 2004
PAT	GOETZINGER	2003 - 2006
DR. JEFF	HENDERSON	2003 - 2006
MARNIE	HERRMANN	2001 - 2004
GREG	HOLLIBAUGH	2002 - 2005
ROGER	JOHNSEN	2002 - 2005
MARGO	JULIUS	2002 - 2005
KEN	KIRKEBY	2003 - 2006
GARY	LARSON	2003 - 2006
KATHY	LETNER	2001 - 2004
MARY	LOUCKS	2002 - 2005
KYLE	MATTISON	2002 - 2005
SUE	McCORMICK	2002 - 2005
ROSS	McKIE	2001 - 2004
JIM	MORCOM	2001 - 2004
JOHN	MURPHY	2002 - 2005
BOB	PAULSON	2001 - 2004
CRAIG	PFEIFLE	2003 - 2006
RICK	RONDESTVEDT	2003 - 2004
PEGGY	SAGEN	2003 - 2006
MONTY	SCHAEFER	2003 - 2006
JOHN	SCHMIT	2003 - 2006
GLORIA	SOBCZAK	2002 - 2005
DR. JOHN	SPANGLER	2002 - 2005
SHIRLEY	STEC	2003 - 2006
RICHARD	TALLEY	2003 - 2006
EDNA	TAYLOR	2003 - 2006
TOM	WARNER	2001 - 2004
DEBRA	WATSON	2002 - 2005
TERRY	WHITING	2001 - 2004
JIM	WHITTAKER	2003 - 2006
PHIL	ZACHER	2002 - 2005

President

Secretary

Vice President

Treasurer