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SOUTHERN UNIVERSITY QUARTERBACK CLUB

EAST BATON ROUGE AREA CHAPTER, INC.

*AUDITED FINANCIAL STATEMENTS
DECEMBER 31, 1999*

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

Release Date 01/24/01

PATRICIA LEGO LEWIS
Certified Public Accountant

**SOUTHERN UNIVERSITY QUARTERBACK CLUB
EAST BATON ROUGE AREA CHAPTER, INC.**

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Independent Auditor's Report

The Board of Directors
Southern University Quarterback Club
East Baton Rouge Area Chapter, Inc.
Baton Rouge, Louisiana

I have audited the accompanying statement of financial position of Southern University Quarterback Club, East Baton Rouge Area Chapter, Inc. (A Louisiana not-for-profit corporation) as of December 31, 1999 and the related statements of activities, changes in net assets, cash flows, and functional expenses for the year then ended. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted the audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe my audit provides a reasonable basis for my opinion.

In my opinion the financial statements referred to above present fairly, in all material respects, the financial position of Southern University Quarterback Club, East Baton Rouge Area Chapter, Inc. as of December 31, 1999, and the changes in net assets and its cash flows for the year then ended in conformity with generally accepted accounting principles.

Patricia Lego Lewis, CPA
October 23, 2000

**SOUTHERN UNIVERSITY QUARTERBACK CLUB
EAST BATON ROUGE AREA CHAPTER, INC.**

Statement of Financial Position

December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Assets		
Current Assets		
Cash	\$ 18,886	\$ 1,026
	<hr/>	<hr/>
Total Current Assets	18,886	1,026
Non Current Assets		
Vehicle and Equipment	2,100	2,800
Investments	16,714	16,099
	<hr/>	<hr/>
Total Non Current Assets	18,814	18,899
Total Assets	\$ 37,700	\$ 19,925
	<hr/> <hr/>	<hr/> <hr/>
Liabilities and Net Assets		
Net Assets-Unrestricted	\$ 37,700	\$ 19,925
	<hr/>	<hr/>
Total Liabilities and Net Assets	\$ 37,700	\$ 19,925
	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes are an integral part of these financial statements.

**SOUTHERN UNIVERSITY QUARTERBACK CLUB
EAST BATON ROUGE AREA CHAPTER, INC.**

Statement of Activities

Years Ended December 31, 1999 and 1998

Changes in Unrestricted Net Assets:

Unrestricted Support and Revenues

		<u>1999</u>		<u>1998</u>
Membership Dues	\$	3,305	\$	6,067
Raffle Sales	-----	24,661		9,785
Building Fund	-----	573		463
Investment Income	-----	815		718
Annual Event Revenues	-----	81,198		46,087
		-----		-----
 Total Unrestricted Support & Revenues		 110,552		 63,120
		-----		-----

Expenses

Fund Raising Expenses	-----	8,344		17,688
Management and General	-----	5,240		4,145
Annual Events Expenses	-----	79,193		52,226
		-----		-----
		92,777		74,059
		-----		-----
 Increase in Net Assets		 17,775		 (10,939)
Net Assets at Beginning of Year		19,925		30,864
		-----		-----
 Net Assets at End of Year	\$	 37,700	\$	 19,925
		=====		=====

The accompanying notes are an integral part of these financial statements.

**SOUTHERN UNIVERSITY QUARTERBACK CLUB
EAST BATON ROUGE AREA CHAPTER, INC.**

Statement of Changes in Net Assets

For the Years Ended December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Net Assets - Beginning of Year	\$ 19,925	\$ 30,864
Change in Net Assets	17,775	(10,939)
Net Assets - End of Year	\$ <u>37,700</u>	\$ <u>19,925</u>

The accompanying notes are an integral part of these financial statements.

**SOUTHERN UNIVERSITY QUARTERBACK CLUB
EAST BATON ROUGE AREA CHAPTER, INC.**

Statement of Cash Flows

Years Ended December 31, 1999 and 1998

	<u>1999</u>	<u>1998</u>
Cash Flows from Operating Activities		
Increase (Decrease) in Net Assets	\$ 17,775	\$ (10,939)
Depreciation	700	700
Net Cash Provided by (Used for) Operating Activities	18,475	(10,239)
Cash Flow from Investing Activities		
Purchase of Investments	(615)	(3,026)
Net Cash Used for Investing Activities	(615)	(3,026)
Net Increase (Decrease) in Cash	17,860	(13,265)
Cash and Cash Equivalents at Beginning of Year	1,026	14,291
Cash and Cash Equivalents at End of Year	\$ 18,886	\$ 1,026

The accompanying notes are an integral part of these financial statements.

**SOUTHERN UNIVERSITY QUARTERBACK CLUB
EAST BATON ROUGE AREA CHAPTER, INC.**

Statement of Functional Expenses

Year Ended December 31, 1999

(With Summarized Financial Information for the Year Ended December 31, 1998)

	<u>Supporting Services</u>			<u>1999 Total</u>	<u>1998 Total</u>
	<u>Events</u>	<u>Management and General</u>	<u>Fund Raising</u>		
Accounting	\$ 700	\$ -	\$ -	\$ 700	\$ 476
Advertising	908	-	-	908	1,062
Bank Charges	-	348	61	409	140
Contracted Services	295	-	-	295	-
Contributions	300	-	-	300	720
Depreciation	700	-	-	700	700
Fees	120	-	-	120	762
Hospitality	4,452	-	270	4,722	498
Insurance	1,010	-	158	1,168	2,115
Licenses	50	-	500	550	242
Members Paraphanailia	-	3,332	-	3,332	1,319
Office Expense	-	510	-	510	622
Raffle Prizes	-	-	7,175	7,175	12,265
Rental	-	1,050	-	1,050	1,715
Repairs	647	-	-	647	281
Storage	829	-	-	829	150
Supplies	3,254	-	-	3,254	-
Transportation	-	-	-	-	451
Travel	-	-	-	-	623
Telephone	295	-	-	295	-
Trips & Tickets	65,353	-	-	65,353	49,918
Vehicle Expense	280	-	180	460	-
	<u>\$ 79,193</u>	<u>\$ 5,240</u>	<u>\$ 8,344</u>	<u>\$ 92,777</u>	<u>\$ 74,059</u>

The accompanying notes are an integral part of these financial statements.

SOUTHERN UNIVERSITY QUARTERBACK CLUB
EAST BATON ROUGE CHAPTER, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 1999

Note 1: Nature of Organization and Significant Accounting Policies

Southern University Quarterback Club is a non profit organization dedicated to supporting the athletic programs of Southern University by assisting in bringing publicity and information about the programs to the attention of the public, thereby increasing attendance at games, and encouraging quality High School athletes to consider Southern University for the next level of academic and sports participation. Revenues are derived principally from the Organization's programs and from contributions.

Support and Expenses. Contributions received are measure at their fair values and are reported as an increase in net assets. The Organization reports gifts of cash and other assets as unrestricted restrictions are met in the same reporting period are reported as unrestricted support. As of December 31, 1999, all assets were unrestricted.

Expenses are recorded when incurred in accordance with the accrual basis of accounting.

Donated Services, Goods and Facilities. A substantial number of volunteers have donated numerous hours to the Organization's program services and fund-raising campaigns during the year; however, these donated services are not reflected in the financial statements since they do not require specialized skills.

Use of Estimates. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. Actual results could differ from those estimates.

Cash and Cash Equivalents. Cash and cash equivalents consist of cash held in checking and savings accounts. Management believes the Quarterback Club is not exposed to any significant credit risk on cash and cash equivalents.

Investments. Investments in equity securities were measured at fair value in the statement of financial position. Investment income or loss (including gains and losses on investments, interest, and dividends if applicable) is included in the statement of activities as increases or decreases in unrestricted net assets.

Vehicles and Equipment. Vehicle and equipment acquisitions are recorded at estimates at December 31, 1999. Depreciation is provided over the estimated useful lives of the assets and computed on the straight-line method.

Income Taxes. The Organization is a nonprofit corporation whose revenue is derived from contributions and/other fund-raising activities and is not subject to federal or state income taxes.

Lease Commitments

The Organization leases its meeting facilities under a noncancellable operating leaser which is ongoing without an expiration date on file. Rental fees are 50 per meeting.

Note 2: Vehicle and Equipment (Net of Depreciation)

Vehicle	\$ 600
Equipment	1,500
<hr/>	
Total	\$ 2,100
<hr/>	

Note3: Cash and Cash Equivalents

Cash and cash equivalents consist of the following at December 31:

Operating Checking Account	\$ 665
Savings Account	1,202
Charitable Gaming Account	17,019
Total Cash and Cash Equivalents	<u>\$ 18,886</u>

Note 4: Investments

Investments are stated at readily determinable fair value and consist of money funds totaling \$16,714.