

Beazer Co., Inc.
Bossier City, Louisiana
Schedule of Findings and Questioned Costs
June 30, 1987 and 1988

There are no findings or questioned costs for the audit periods ended June 30, 1987 and 1988.

COOK & MORRISART

Certified Public Accountants

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Report on Compliance and an Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards

To the Board of Directors
Booster Kids, Inc.
Booster City, Louisiana

We have audited the financial statements of Booster Kids, Inc. as of and for the year ended June 30, 1987, and have issued our report thereon dated August 23, 1987. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Booster Kids, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with these 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 that are required to be reported under Government Auditing Standards.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Booster Kids, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting.

Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended for the information of management, the Board of Directors and the various funding sources of the Agency. However, this report is a matter of public record and its distribution is not limited.

Cook & Morrisart
Certified Public Accountants
August 23, 1987

Bossier City, Inc.
Bossier City, Louisiana
Schedule of Functional Expenses
For the Years Ended June 30, 1987 and 1986

	Child Care Expenses	General and Administration	1987 Total	1986 Total
Personnel	\$ 30,148	\$ 17,684	\$ 47,832	\$ 21,789
Fringe benefits	1,891	1,394	3,285	2,149
Child care	81,478	—	81,478	88,130
Repairs and maintenance	—	—	—	2,151
Office expense	—	2,893	2,893	1,017
Utilities	6,728	—	6,728	7,348
Trend	578	—	578	287
Insurance	2,800	—	2,800	3,487
Depreciation	2,205	718	2,923	3,091
Miscellaneous	—	768	768	470
Professional services	—	800	800	990
Total expenses	<u>\$ 121,859</u>	<u>\$ 23,339</u>	<u>\$ 145,198</u>	<u>\$ 118,051</u>

Bosair Kids, Inc.
Bossier City, Louisiana
Notes to Financial Statements
June 30, 1987 and 1986
(Continued)

(B) Concentrations of Credit Risk

Financial instruments that potentially subject Bosair Kids, Inc., to concentrations of credit risk consist principally of temporary cash investments, revenue receivable, and notes receivable.

Bosair Kids, Inc., maintains its cash balances at a local financial institution. The balances are insured by the FDIC up to \$100,000. As of June 30, 1987 and 1986, there were no balances that were not insured or collateralized by the institution.

Concentrations of credit risk with respect to revenue receivable is limited due to the amounts being due from a governmental agency under contractual terms. As of June 30, 1987 and 1986, Bosair Kids, Inc., had no significant concentrations of credit risk in relation to revenue receivable.

Concentrations of credit risk with respect to the notes receivable are limited. The notes are due from a corporation and an individual and they are collateralized by certain real estate sufficient to cover any loss Bosair Kids, Inc., would incur if the parties failed to perform according to the contract. As of June 30, 1987 and 1986, Bosair Kids, Inc., had no significant concentrations of credit risk in relation to the notes receivable.

(C) Contractual Revenue

During the years ended June 30, 1987 and 1986, Bosair Kids received 199,989 and 452,074, respectively, in funding from the State of Louisiana, Department of Social Services, Office of Community Services, for the purpose of providing private foster care services. The continued existence of this funding is based upon annual contract renewals.

Boazier Kids, Inc.
Bossier City, Louisiana
Notes to Financial Statements
June 30, 1987 and 1986
(Continued)

(2) Revenue Receivable

This amount represents reimbursements billed, but not yet received, from the State of Louisiana Child Care Contract for periods prior to June 30, 1987 and 1986.

(3) Property and Equipment

A summary of property and equipment at June 30, 1987 and 1986 is as follows:

	1987	1986
Building Unit #1	\$ 81,711	\$ 81,711
Building Unit #2	89,868	89,372
Vehicles	9,877	9,877
Office Furniture and Equipment	9,908	9,908
Other Equipment	1,857	1,857
Storage Building	936	936
Former Street Property	58,328	58,328
	262,118	262,629
Accumulated Depreciation	(80,257)	(80,323)
Net Investment in Fixed Assets	\$ 181,861	\$ 182,306

Depreciation expense for the years ended June 30, 1987 and 1986 was \$7,024 and \$9,871 respectively.

(4) Notes Receivable

The balance in notes receivable is comprised of two separate notes. One is a note receivable created by the sale of certain real estate by Boazier Kids, Inc., to a corporation. The note had an original amount due of \$2,580, 0% interest, due in consecutive monthly installments of 175 per month, beginning February, 1984 until the note is paid in full. The note is collateralized by a first mortgage on the real estate sold.

The other note receivable dated October 26, 1984, created by the sale of real estate by Boazier Kids, Inc., to an individual George Perlich. The original amount of the note was \$13,808, 10% interest, due in consecutive monthly installments of 1208, beginning December 1, 1984 until the note is paid in full. The note is collateralized by a first mortgage on the real estate sold. In February, 1985, the debtor filed a petition under Chapter 13 of the Bankruptcy Code. Boazier Kids will receive monthly installments of 1232.00 from August, 1986, until the note is paid in full.

(Continued)

Bossier Kids, Inc.
Bossier City, Louisiana
Notes to Financial Statements
June 30, 1987 and 1989
(Continued)

E. Property and Equipment

Donated assets are valued at the fair market value at the time of donation. All other fixed assets are stated at cost. Depreciation is provided on a straight-line basis over the estimated useful lives of the assets.

F. Revenue and Support

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the circumstances and the nature of any donor restrictions.

G. Retirement Obligations

The employees of Bossier Kids, Inc. are members of the Social Security System. There are no other retirement plans available through Bossier Kids, Inc.

H. 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 as of the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

I. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, Bossier Kids considers all unrestricted, highly liquid investments with an initial maturity of six months or less to be cash equivalents.

J. Comparative Statements

For the year ended June 30, 1989, expenses on the Statement of Activities were reported by natural expense classifications, rather than functional expense classifications, and no Schedule of Functional Expenses was presented. In order to present comparative financial statements for the current year ending June 30, 1989, the expenses have been reclassified according to their functional expense classifications.

(Continued)

Bossier Kids, Inc.
Bossier City, Louisiana
Notes to Financial Statements
June 30, 1987 and 1986

IV) Summary of Significant Accounting Policies

A. Nature of Activities

Bossier Kids, Inc., is a private nonprofit organization incorporated under the laws of the State of Louisiana. Bossier Kids, Inc. is governed by a Board of Directors serving under the leadership of the Airline-Orleans Church of Christ of Bossier City, Louisiana.

Bossier Kids, Inc. provides a family environment for needy children whose natural family situation has been temporarily disrupted. They promote the development and maintenance of stable, healthy Division families to provide for the needs of the child until the natural family situation is resolved or the child is emancipated. The primary sources of funding are from a contract with the State of Louisiana and donations from the Airline-Orleans Church of Christ.

B. Basis of Accounting

The financial statements of Bossier Kids, Inc. have been prepared on the accrual basis of accounting.

C. Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

D. Income Taxes

Bossier Kids, Inc. has received a letter of determination from the Internal Revenue Service advising that it qualifies as a nonprofit corporation under Section 501(c)(3) of the Internal Revenue Code, and therefore, is not subject to income taxes.

(Continued)

Bossier SOG, Inc.
Bossier City, Louisiana
Statements of Cash Flows
For the Years Ended June 30, 1997 and 1996

Operating Activities

	<u>1997</u>	<u>1996</u>
Change in net assets	4 18,287	9(5,159)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	2,024	9,831
Loss on disposal of equipment	-	(88)
(Decrease) increase in:		
Contract revenue receivable	(489)	(2,660)
Prepaid expenses	(13)	95
Increase/(decrease) in:		
Accounts payable	(358)	685
Salaries payable	(1,457)	880
Payroll taxes payable	(18)	129
Net cash provided by operating activities	<u>24,853</u>	<u>4,428</u>

Investing Activities

Purchases of property and equipment	(1,880)	(4,100)
Proceeds from sale of equipment	-	62
Collections on loans	1,715	2,573
Net cash provided (used) by investing activities	<u>135</u>	<u>(1,465)</u>
Net increase in cash	25,085	2,963
Cash as of beginning of year	28,789	25,827
Cash as of end of year	<u>53,874</u>	<u>28,790</u>

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

Goodie Kids, Inc.
 Bossier City, Louisiana
 Statement of Activities
 For the Years Ended June 30, 1997 and 1998

	Unrestricted	
	1997	1998
REVENUES AND OTHER SUPPORT		
State Revenue—Child Care Contract	\$ 90,000	\$ 83,000
Admission/Church of Christ Donations	24,000	24,000
Other Income	304	1,300
Donations	38,473	11,600
Interest Income	2,898	1,450
Total Revenues and Other Support	164,715	123,350
 EXPENSES AND LOSSES		
Child care services	121,800	107,500
General and administrative expenses	25,280	18,402
Total Expenses	147,080	125,902
Loss from Depreciation of Equipment	-	488
Total Expenses and Losses	147,080	126,390
Change in Net Assets	18,307	1 9,120
Net assets as of beginning of year	215,028	226,264
Net assets as of end of year	\$ 233,335	\$ 235,384

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

Bender-Gibb, Inc.
Bossier City, Louisiana
Statements of Financial Position
June 30, 1987 and 1986

ASSETS

	1987	1986
Current Assets:		
Cash	\$ 51,875	\$ 26,798
Revenue Receivable	8,855	8,188
Prepaid expenses	1,247	1,334
Notes Receivable - Current Portion	2,138	548
Total Current Assets	64,195	36,768
Property and Equipment	251,116	268,679
Accumulated Depreciation	(80,287)	(83,327)
Net Property and Equipment	170,829	185,352
Notes Receivable - Long term	8,282	8,738
Total Assets	\$ 293,195	\$ 239,858

LIABILITIES AND NET ASSETS

Current Liabilities:		
Accounts Payable	\$ 1,247	\$ 2,048
Salaries Payable	138	1,581
Payroll Taxes Payable	174	183
Total Current Liabilities	2,559	3,812
Net Assets:		
Unrestricted:		
Operating	88,288	42,645
Fixed Assets	182,541	142,707
Total Net Assets	270,829	185,352
Total Liabilities and Net Assets	\$ 293,195	\$ 239,858

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

COOK & MURPHY

Certified Public Accountants

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MEMBER OF LOUISIANA
INSTITUTE OF CPAs

Independent Auditor's Report

To the Board of Directors
Bossier Kids, Inc.
Bossier City, Louisiana

We have audited the accompanying statements of financial position of Bossier Kids, Inc., a nonprofit organization, as of June 30, 1997 and 1996, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audits in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that we 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. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material aspects, the financial position of Bossier Kids, Inc. as of June 30, 1997 and 1996, and the changes in its net assets and its cash flows for the years then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated August 27, 1997 on our consideration of Bossier Kids, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of Bossier Kids, Inc. taken as a whole. The accompanying schedule of functional expenses is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.


Cook & Murphy
Certified Public Accountants
August 27, 1997

Booster Kids, Inc.
Bossier City, Louisiana

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Bossier Kids, Inc
Bossier City, Louisiana

Financial Statements

As of and For the Years Ended June 30, 1991 and 1990

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Under provisions of state law, this report is a public document. A copy of this report has been submitted to the auditor, or reviewer, orally 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 May 21 1992