

SECURITIES AND EXCHANGE COMMISSION
Washington, D. C. 20549

985 02351
5831
LB

FORM
**OFFICIAL
FILE COPY**
DO NOT REMOVE
FROM FILE
MAY 19 1987
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D. C. 20549

Booster Clubs, Inc.
Booster City, Louisiana

Financial Statements

As of and For the Years Ended June 30, 1986 and 1987

Under regulations of state law, this report is a public document. A copy of this report is to be made available to the public, and is to be filed with the Secretary of State for a public inspection. It is to be made available to the public in accordance with the provisions of the Louisiana Public Access Law, Act No. 100 of the 1986 Louisiana Legislature, which provides that the report is to be made available to the public in accordance with the provisions of the Louisiana Public Access Law, Act No. 100 of the 1986 Louisiana Legislature.

By James D. ...

Becker City, Inc.
Becker City, Louisiana

Table of Contents

| | Page No. |
|---|----------|
| Auditors' Report | 1 |
| Financial Statements: | |
| Statements of Financial Position | 3 |
| Statements of Activities | 3 |
| Statements of Cash Flows | 4 |
| Notes to Financial Statements | 5 - 8 |
| Schedule of Functional Expenses | 9 |
| Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards | 10 |
| Summary Schedule of Audit Findings | 11 |

COPE & MORGENTHAU

Certified Public Accountants

1000 MARKET STREET, PHILADELPHIA, PENNSYLVANIA 19103 (PHONE) 526-1100 (TELETYPE) 526-1101

REPORT NUMBER: 104

REPORT DATE: 8/25/68

EXPIRES: 8/31/68

REPORT TYPE: 104 (1)

DATE OF YEAR END: 6/30
TYPE OF YEAR END: 104
S. CORPORATION: 104
CITY OF PHILADELPHIA: 104

ORGANIZATION: BOSSIE KIDS, INC.
ADDRESS: 1000 MARKET STREET
PHILADELPHIA, PA 19103
TYPE OF ORGANIZATION: 104 (1)

Independent Auditor's Report

To the Board of Directors
Bossie Kids, Inc.
Bossie City, Indiana

We have audited the accompanying statements of financial position of Bossie Kids, Inc. (a nonprofit organization) as of June 30, 1968 and 1967, 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 respects, the financial position of Bossie Kids, Inc. as of June 30, 1968 and 1967, 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 25, 1968 on our consideration of Bossie 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 Bossie 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.



Carl F. Morgenthau
Cape & Morgenthau
Certified Public Accountants
August 25, 1968

Bevier Kids, Inc.
Bossier City, Louisiana
Statements of Financial Position
June 30, 1988 and 1987

| | 1988 | 1987 |
|---|-------------------|-------------------|
| ASSETS | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 71,001 | \$ 51,576 |
| Revenue receivable | 8,083 | 8,680 |
| Prepaid expenses | 1,398 | 1,243 |
| Notes receivable – current portion | 2,313 | 2,178 |
| Total current assets | 83,095 | 63,677 |
| Property and equipment: | | |
| Property and equipment | 258,833 | 267,118 |
| Accumulated depreciation | (68,638) | (68,263) |
| Net property and equipment | 190,195 | 198,855 |
| Notes receivable – Long-term | | |
| | 3,767 | 8,387 |
| Total Assets | \$ 246,829 | \$ 232,169 |
| LIABILITIES AND NET ASSETS | | |
| Current liabilities: | | |
| Accounts payable | \$ 2,875 | \$ 1,247 |
| Salaries payable | 280 | 100 |
| Payroll taxes payable | – | 134 |
| Total current liabilities | 3,155 | 1,481 |
| Net assets: | | |
| Unrestricted: | | |
| Operating | 78,981 | 88,285 |
| Fixed assets | 188,183 | 188,859 |
| Temporarily restricted | 18,080 | – |
| Total net assets | 240,144 | 238,144 |
| Total Liabilities and Net Assets | \$ 249,079 | \$ 232,186 |

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

Devine Kids, Inc.
Bossier City, Louisiana
Statements of Activities
For the Years Ended June 30, 1999 and 1997

| | <u>1999</u> | | | <u>1997</u> |
|-------------------------------------|---------------------|-----------------------------------|-------------------|---------------------|
| | <u>Unrestricted</u> | <u>Temporarily Restricted</u> | <u>Total</u> | <u>Unrestricted</u> |
| REVENUES AND OTHER SUPPORT | | | | |
| State revenue - child care contract | \$ 96,185 | \$ -- | \$ 96,185 | \$ 80,500 |
| Atlas Church of Christ donations | 24,000 | -- | 24,000 | 24,000 |
| Other income | -- | -- | -- | 364 |
| Donations | 72,731 | 18,000 | 90,731 | 98,473 |
| Interest income | 2,792 | -- | 2,792 | 2,369 |
| Total revenue and other support | <u>195,608</u> | <u>18,000</u> | <u>213,608</u> | <u>205,716</u> |
| EXPENSES AND LOSSES | | | | |
| Child care services | 123,628 | -- | 123,628 | 121,829 |
| General and administrative expenses | 27,829 | -- | 27,829 | 23,539 |
| Total expenses | <u>151,457</u> | <u>--</u> | <u>151,457</u> | <u>145,368</u> |
| Less from disposal of equipment | 680 | -- | 680 | -- |
| Total expenses and losses | <u>152,137</u> | <u>--</u> | <u>152,137</u> | <u>145,368</u> |
| Change in net assets | 3,029 | 18,000 | 21,029 | 60,347 |
| Net assets as of beginning of year | 238,145 | -- | 238,145 | 215,809 |
| Net assets as of end of year | <u>\$ 241,174</u> | <u>\$ 18,000</u> | <u>\$ 259,174</u> | <u>\$ 276,156</u> |

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

Basco Kelt, Inc.
Basco City, Louisiana
Statements of Cash Flows
For the Years Ended June 30, 1998 and 1997

| | 1998 | 1997 |
|---|-----------|-----------|
| Operating Activities | | |
| Change in net assets | \$ 12,028 | \$ 18,007 |
| Adjustment to reconcile change in net assets to net cash provided (used) by operating activities: | | |
| Depreciation | 8,208 | 7,874 |
| Loss on disposal of equipment | 898 | - |
| Increase(decrease) in: | | |
| Contract revenue receivable | 582 | (488) |
| Prepaid expenses | (45) | (12) |
| Increase (decrease) in: | | |
| Accounts payable | 308 | (208) |
| Contract payable | 250 | (1,401) |
| Payroll taxes payable | (1,248) | (1,558) |
| Net cash provided by operating activities | 21,924 | 24,880 |
| Investing Activities | | |
| Purchases of property and equipment | (2,073) | (1,580) |
| Collections on loans | 2,563 | 1,716 |
| Net cash provided by investing activities | 343 | 126 |
| Net increase in cash and cash equivalents | 22,188 | 25,008 |
| Cash and cash equivalents at beginning of year | 51,875 | 28,188 |
| Cash and cash equivalents at end of year | \$ 74,063 | \$ 53,196 |

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

Bozzier Kids, Inc.
Bozzier-Dry, Louisiana
Notes to Financial Statements
June 30, 1999 and 1997

01 Summary of Significant Accounting Policies

A. Nature of Activities

Bozzier Kids, Inc., is a private nonprofit organization incorporated under the laws of the State of Louisiana. Bozzier Kids, Inc. is governed by a Board of Directors serving under the eldership of the Airline Drive Church of Christ of Bozzier-Dry, Louisiana.

Bozzier 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 Christian 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 Drive Church of Christ.

B. Basis of Accounting

The financial statements of Bozzier 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

Bozzier Kids, Inc. is a non-profit corporation and is exempt from state and federal income taxes under Section 501 (c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to Bozzier Kids, Inc.'s tax-exempt purpose is subject to taxation as unrelated business income. Bozzier Kids, Inc. had no such income for this audit period.

Continued

Bozzler Kids, Inc.
Bozzler City, Louisiana
Notes to Financial Statements
June 30, 1998 and 1997
(Continued)

E. Property and Equipment

Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using primarily the straight-line method. Bozzler Kids, Inc. has adopted a policy to capitalize all items with a unit cost of \$500 or greater.

F. Revenue and Support

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and the nature of any donor restrictions. Contractual grant revenue is reported as unrestricted support due to the restrictions placed on these funds by the funding sources being met in the same reporting period as the revenue is earned.

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted assets and reported in the Statement of Activities as net assets released from restrictions.

G. Retirement Obligations

The employees of Bozzler Kids, Inc. are members of the Social Security System. There are no other retirement plans available through Bozzler 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, Bozzler Kids considers all unrestricted, highly liquid investments with an initial maturity of six months or less to be cash equivalents.

(Continued)

Bessie Kato, Inc.
Bossier City, Louisiana
Notes to Financial Statements
June 30, 1998 and 1997
(Continued)

J. Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and reporting services benefited.

(2) Revenue/Receivable

This amount represents reimbursements billed, but not yet received, from the State of Louisiana (MMA Care Contract) for periods prior to June 30, 1998 and 1997.

(3) Property and Equipment

A summary of property and equipment at June 30, 1998 and 1997 is as follows:

| | 1998 | 1997 |
|-----------------------------------|-------------------|-------------------|
| Building/Unit #1 | \$ 80,834 | \$ 81,371 |
| Building/Unit #2 | 80,519 | 89,868 |
| Vehicles | 6,817 | 6,817 |
| Office Furniture and Equipment | 6,333 | 6,868 |
| Other Equipment | 1,837 | 1,837 |
| Storage Building | 836 | 836 |
| Factor Street Property | 96,739 | 96,739 |
| | 796,832 | 797,746 |
| Accumulated Depreciation | (1,861,899) | (1,861,897) |
| Net Property and Equipment | \$ 185,183 | \$ 185,889 |

Depreciation expense for the years ended June 30, 1998 and 1997 were \$8,291 and \$7,024 respectively.

(4) Notes Receivable

The balance in notes receivable is comprised of a note dated October 25, 1994, created by the sale of real estate by Bessie Kato, Inc., to an individual in Bossier Parish. The original amount of the note was \$13,000, 12% interest, due in consecutive monthly installments of \$300, beginning December 1, 1994 until the note is paid in full. The note is collateralized by a first mortgage on the real estate sold. In February, 1998, the debtors filed a petition under Chapter 13 of the Bankruptcy Code. Bessie Kato will receive monthly installments of \$219.00 from August, 1998, until the note is paid in full.

(Continued)

Bozzie Kids, Inc.
Bozzer City, Louisiana
Notes to Financial Statements
June 30, 1998 and 1997
(Continued)

(E) Concentrations of Credit Risk

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

Bozzie 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, 1998 and 1997, there were no balances that were not insured or collateralized by the institution.

Concentrations of credit risk with respect to revenue receivable is limited to the amounts being due from a governmental agency under contractual terms. As of June 30, 1998 and 1997, Bozzie Kids, Inc., had no significant concentrations of credit risk in relation to revenue receivable.

Concentrations of credit risk with respect to the note receivable are limited. The note is due from an individual and is collateralized by certain real estate sufficient to cover any loss Bozzie Kids, Inc., would incur if the parties failed to perform according to the contract. As of June 30, 1998 and 1997, Bozzie Kids, Inc. had no significant concentrations of credit risk in relation to the note receivable.

(F) Contractual Revenues

During the years ended June 30, 1998 and 1997, Bozzie Kids received \$185,158 and \$28,586, 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.

(G) Conditional Promise to Give

Bozzie Kids, Inc. received a conditional promise of \$25,000 from an organization, to be received once Bozzie Kids has secured the balance of building costs for the new foster home they will be building next year. Funds will not be submitted to Bozzie Kids by the organization until 30 days before construction start date.

(H) Temporarily Restricted Net Assets

Temporarily restricted net assets are available for use in the development and construction of a new foster home.

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

| | Child Care Expenses | General And Administration | 1986 Total | 1987 Total |
|-------------------------|---------------------------|----------------------------------|-------------------|-------------------|
| Personnel | \$ 18,043 | \$ 18,784 | \$ 36,827 | \$ 37,810 |
| Fringe benefits | 1,785 | 1,582 | 3,368 | 3,285 |
| Child care | 88,283 | - | 88,283 | 91,670 |
| Repairs and maintenance | 1,780 | - | 1,780 | - |
| Office expense | - | 2,785 | 2,785 | 2,883 |
| Utilities | 6,130 | - | 6,130 | 6,735 |
| Travel | 362 | - | 362 | 578 |
| Insurance | 3,682 | - | 3,682 | 3,883 |
| Depreciation | 7,381 | 601 | 8,282 | 7,824 |
| Miscellaneous | - | 1,648 | 1,648 | 780 |
| Professional services | - | 600 | 600 | 680 |
| Non home expense | 130 | - | 130 | - |
| Total expenses | <u>\$ 123,828</u> | <u>\$ 22,695</u> | <u>\$ 151,413</u> | <u>\$ 148,488</u> |

COOK & MURCHANT

Certified Public Accountants

200 BAYOU APPEAL - NEWORLEANS, LOUISIANA 70112-1100 (504) 586-0800 NEWORLEANS, LOUISIANA 70112-1100

MEMPHIS, TENNESSEE, USA

WASHINGTON, DISTRICT OF COLUMBIA, USA

SAN FRANCISCO, CALIFORNIA, USA

BOSTON, MASSACHUSETTS, USA

MEMPHIS, TENNESSEE, USA
NEWORLEANS, LOUISIANA, USA
WASHINGTON, DISTRICT OF COLUMBIA, USA
SAN FRANCISCO, CALIFORNIA, USA
BOSTON, MASSACHUSETTS, USAMEMPHIS
NEWORLEANS, LOUISIANA
WASHINGTON, DISTRICT OF COLUMBIA
SAN FRANCISCO, CALIFORNIA
BOSTON, MASSACHUSETTS**Report on Compliance and on Internal Control over Financial Reporting, Based on an Audit of Financial Statements, Performed in Accordance With Government Auditing Standards****To the Board of Directors
Bossier Kids, Inc.
Bossier City, Louisiana**

We have audited the financial statements of Bossier Kids, Inc., as of and for the year ended June 30, 1998, and have issued our report thereon dated August 25, 1998. 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 Bossier 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 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 that are required to be reported under Government Auditing Standards.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Bossier 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 reflect to a relatively low level the risk that misstatement 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 & Murchant
Certified Public Accountants
August 25, 1998

Bossier Kids, Inc.
Bossier City, Louisiana
Summary Schedule of Audit Findings
Schedule for Louisiana Legislative Auditor
June 30, 1988 and 1987

Summary Schedule of Prior Audit Findings

There were no findings or management letter comments for the prior year audit for the year ended June 30, 1987.

Corrective Action Plan for Current Year Audit Findings

There were no findings or management letter comments for the current year audit for the year ended June 30, 1988.