



**INDEPENDENT AUDITOR'S REPORT ON
THE INTERNAL CONTROL STRUCTURE BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT ACCOUNTING STANDARDS**

**Executive Committee
Nokia Sugar Bowl**

We have audited the financial statements of the **NOKIA SUGAR BOWL**, as of and for the year ended June 30, 1997, and have issued our report thereon dated July 21, 1997.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

The management of the **NOKIA SUGAR BOWL**, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, policies and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the financial statements of the **NOKIA SUGAR BOWL**, for the year ended June 30, 1997, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

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Members of AICPA, CPAA, and the Institute of Certified Public Accountants, and the Institute of Certified Public Accountants
Incorporated in Louisiana with no meeting fees levied, etc.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities 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 internal control structure and its operation that we consider to be material weaknesses as defined above.

However, we noted certain matters involving the internal control structure and its operation that we have reported to the management of NOKIA SUHJATI BROWI, in a separate letter dated July 21, 1997.

This report is intended for the information of the audit committee, management, and others within the organization as well as the Louisiana Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.



A Professional Accounting Corporation

July 21, 1997



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT ACCOUNTING STANDARDS**

Officers and Board of Directors
Nokia Sugar Beet

We have audited the financial statements of the **NOKIA SUGAR BEET**, as of and for the year ended June 30, 1997, and have issued our report thereon dated July 21, 1997.

We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the **NOKIA SUGAR BEET**, is the responsibility of the **NOKIA SUGAR BEET**'s management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the **NOKIA SUGAR BEET**'s compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the financial statements was not to provide an opinion on overall compliance with such provisions. 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.

We noted no immaterial instances of noncompliance.

This report is intended for the information of the audit committee, management and others within the organization as well as the Louisiana Legislative Auditor. However, this report is a matter of public record and its distribution is not limited.

Ability, P.C., Inc.

A Professional Accounting Corporation

July 21, 1997

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International affiliation with Accounting Firm: Accountants, Inc.

Porte
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July 31, 1997

Mr. John R. Henschler
Chairman - Audit and Finance Committee
NOKIA SUGAR BOWL
Louisiana Superdome
New Orleans, LA 70112

Dear Mr. Henschler:

In planning and performing our audit of the financial statements of NOKIA SUGAR BOWL, for the year ended June 30, 1997, we considered its internal control structure 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 structure. However, we noted certain matters that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the organization's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

The following are reportable conditions noted during our audit, along with our recommendations for improvement:

Finding

During the year ended June 30, 1997, there were several instances in which actual expenses exceeded the budgeted amounts. For each of these instances it appeared that no action was taken by the Finance Committee to question the expense run against the budget.

Recommendation

In the prior year, we recommended that a designated committee adopt a formal policy for the handling of unfavorable variances between actual expenses and budgeted expenses. We are aware that such a policy has been adopted. We have recommended that the chairman of the Organization's various committees review this policy and be held accountable for its strict adherence.

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Mr. John E. Rosenlewer
Chairman - Audit and Finance Committee
NOBLE SINGAN BOMI,
July 21, 1997
Page 2

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in accounts 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.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, none of the reportable conditions described above is believed to be a material weakness.

This report is intended solely for the information and use of the Audit and Finance Committee, Executive Committee, and others within the organization.

Sincerely,

LaPORTE, SEBET, ROMIG & BLAND



Gregory P. Romig
Certified Public Accountant

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**NOKIA SUGAR BOWL
SUPPLEMENTARY INFORMATION**

**SCHEDULE I
CASH AND INVESTMENTS**

CASH	For The Years Ended	
	June 30,	
	1997	1996
On Deposit:		
First National Bank of Commerce - Operating	\$ 41,170	\$ 41,886
First National Bank of Commerce - Money Market Fund	16,033	8,178
Hibernia National Bank - Operating	16,846	68,804
Hibernia National Bank - (Trust) Money Market Fund	60,291	12,003
United States Treasury Bills	746,523	-
First Bank & Trust	-	8,816
Total	880,863	149,687
On Hand:		
Executive Director's Petty Cash Fund	308	380
Office Petty Cash Fund	1,158	1,159
Total	1,466	1,539
Total Cash	882,329	151,226
UNITED STATES TREASURY BILLS	1,645,666	2,934,097
UNITED STATES TREASURY NOTES	-	1,690,418
Total Investments	1,645,666	3,624,515
	\$ 2,527,995	\$ 4,881,068

See independent auditor's report on supplementary information.

**SOHIA SUGAR BOWL
SUPPLEMENTARY INFORMATION**

**SCHEDULE II
SUMMARY OF FOOTBALL ADMISSIONS
For The Year Ended June 30, 1997**

	<u>Ticket Price</u>	<u>Tickets Sold</u>	<u>Gross Admissions</u>
\$	125.00	1,919	\$ 623,675
	100.00	11,601	1,598,100
	75.00	53,588	4,019,670
	18.00	<u>501</u>	<u>5,118</u>
		<u>71,009</u>	<u>\$ 6,236,183</u>

See independent auditor's report on supplementary information.



Board of Directors
NONGIA SUGAR BOWL

**Independent Auditor's Report
on Supplementary Information**

Our report on our audits of the basic financial statements of the NONGIA SUGAR BOWL for the years ended June 30, 1997 and June 30, 1996, appears on Page 1. These audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental information contained in Schedules I and II is presented for the 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.

Deloitte, Debevoise & Plé
A Professional Accounting Corporation

July 23, 1997

**NORLA STICLAR BOWL
NOTES TO FINANCIAL STATEMENTS**

NOTE 11

COMMITMENTS AND CONTINGENCIES (Continued)

Aggregate minimum future payments under these contracts as of June 30, 1997, totaled \$24,000.

In July 1992, an examination of the financial records for the years ended June 30, 1991 and June 30, 1990, was begun by the Internal Revenue Service (IRS). The IRS had previously audited two other "bowl" organizations and had proposed tax deficiencies for unrelated business income. The IRS had considered "corporate sponsorship" revenue as unrelated business income, and therefore, subject to Federal income tax at the applicable federal rates. As a result of Congressional concern over IRS policy to treat corporate sponsorship revenue as unrelated business income, proposed regulations have been issued by the IRS which would effectively allow the "bowls" to receive "corporate sponsorship" revenues exempt from Federal income taxes for all amounts received after January 15, 1993. No determination has been made by the IRS on revenues received before that date. The IRS has suspended its examination of the Organization until clarification is received. While the outcome of this matter is impossible to predict, should the IRS be successful in maintaining its most cautious position, the assessment would exceed the Organization's reserve balance at June 30, 1997.

**NOKIA SUGAR BOWL
NOTES TO FINANCIAL STATEMENTS**

NOTE E

DEFERRED REVENUE

During the year ended June 30, 1993, the Organization changed the timing of its ticket sales. As a result of tickets not being made available for sale before June 30, 1991, no deferred revenue has been recognized for the year then ended.

Deferred revenue of \$1,198,275 as of June 30, 1996, represents sales of tickets for the 1997 Football Classic which was realized during the fiscal year ending June 30, 1997.

NOTE F

RELATED PARTY TRANSACTIONS

Members of the Organization are involved with the companies supplying goods and services to the Organization. In such instances where "related parties" conduct business with the Organization, due care is taken to assure that the services and/or goods are purchased at normal competitive rates.

NOTE G

DEFINED CONTRIBUTION PENSION PLAN

The Organization has implemented a defined contribution pension plan for all full-time, non-contractual employees of the Organization with a minimum of 1 year of service. The annual contribution shall be equal to 10% of each eligible employee's annual wages.

The contributions for the years ended June 30, 1997 and June 30, 1996 were \$35,640 and \$21,275, respectively.

NOTE H

COMMITMENTS AND CONTINGENCIES

The Organization has an employment agreement with its Executive Director which extends through June 30, 2001. The aggregate commitment under this agreement was approximately \$680,000 as June 30, 1993.

Also associated with the employment contract is an obligation to contribute 10% of the executive director's annual salary to a retirement plan. As of June 30, 1993, the aggregate total of all future contributions was \$68,000. The contributions for the years ended June 30, 1993 and June 30, 1996 are included in the contributions mentioned above in Note G.

During the year ended June 30, 1993, the Organization contracted with Tulane University and the University of New Orleans for their participation in the Nokia Sugar Bowl Basketball Classic for a period of four years, starting with the 1994-1995 basketball season and ending with the 1997-1998 basketball season. The contracts guarantee each university the sum of \$25,000 plus 10% of the Classic's proceeds, after all Basketball Classic expenses have been deducted.

**NOKIA SUGAR BOWL
NOTES TO FINANCIAL STATEMENTS**

NOTE D

LEASE COMMITMENTS

During the year ended June 30, 1996, the Organization and Facility Management of Louisiana State "Superdome" entered into a lease agreement for stadium rental for the annual football and basketball games. The lease guarantees an annual rental of \$40,000. In addition, the "Superdome" will receive 5% of gross ticket sales for the football and basketball games over \$700,000; however, this amount cannot exceed \$100,000.

Minimum future rental payments under this operating lease as of June 30, 1997 are as follows:

Year Ended June 30,

1998	\$ 40,000
1999	<u>40,000</u>
Total Minimum Future Rental Payments	<u>\$ 80,000</u>

For each of the years ended June 30, 1997 and 1996, the "Superdome's" rental fee for the football and basketball games totaled \$240,000.

The Organization entered into a separate lease agreement with the same lease as above for the use of office space within the "Superdome" through December 31, 2004.

Minimum future rental payments under this operating lease as of June 30, 1997, are as follows:

Year Ended June 30,

1998	\$ 98,587
1999	98,587
2000	<u>98,587</u>
Total Minimum Future Rental Payments	<u>\$ 295,761</u>

The minimum rental for the remainder of the lease term, the years ended June 30, 2001 through 2004, will be negotiated at a later date. At the time of this report, it is not possible to determine what the future minimum rental payments will be after the year ended June 30, 2000.

Rent expense for each of the years ended June 30, 1997 and 1996 was \$50,563.

**NORRIA SUGAR BOWL
NOTES TO FINANCIAL STATEMENTS**

NOTE B

SPONSORSHIP REVENUE

Under an agreement dated December 17, 1994, between the Organization, Nohia Corp., and ABC Sports, Inc., Nohia Corp. has purchased the rights and benefits of "Title Sponsorship" through the Sugar Bowl Classic of 1998. In exchange for these rights, Nohia agrees to pay ABC Sports, Inc. an annual fee.

Under a separate agreement between the Organization and ABC Sports, Inc., the Organization has granted ABC Sports, Inc. the exclusive worldwide telecast and exhibition rights through the football game of 1998 for which ABC Sports, Inc. has agreed to pay the following amounts to the Organization:

For the Game
of January 1,

1998

\$18,000,000

During the year ended June 30, 1998, the Organization received from ABC Sports, Inc., \$1,800,000 of revenue which had been deferred from the game of January 1, 1998.

The Board is currently in negotiation with ABC Sports, Inc. and other outlets concerning the football games of 1999 through 2002. As of the date of this report, it is not possible to predict the timing or amounts of related cash flows.

NOTE C

RADIO REVENUE

Under an agreement dated January 3, 1992 between the Organization and Mutual Broadcasting System, Inc., (Mutual), the Organization had granted Mutual exclusive radio rights through the 1992 NORRIA SUGAR BOWL Football game. The Organization had extended the contract with Mutual through the 1995 game and again through the 1999 game. Mutual has agreed to pay the following amounts to the Organization for the rights to these games:

For the Game
of January 1,

1998
1999

\$ 200,000

200,000

\$ 400,000

NUKIA SUGAR BOWL
NOTES TO FINANCIAL STATEMENTS

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

INCOME TAXES

The Organization had previously qualified as a not-for-profit organization under Section 501(c)(3) of the Internal Revenue Code and was exempt from Federal and state income taxes; however, the Organization has applied to file as a not-for-profit organization under Section 501(c)(2) of the Internal Revenue Code and will remain exempt from Federal and state income taxes.

INVESTMENTS

The Organization changed its policy of accounting for investments from lower of cost or market to fair value in accordance with SFAS No. 124, "Accounting for Certain Investments Held by Not-for-Profit Organizations". The Organization adopted the provisions of Statement No. 124 as of June 30, 1987, by reclassifying accrued interest on investments, so as to reflect unrealized gains up to the market value of the investments as of June 30, 1987.

Investments are stated at fair value and consist of U. S. Treasury Bills with original maturity dates greater than three months, as follows:

	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Appreciation</u>
U. S. Treasury Bills	\$1,613,245	\$ 1,693,895	\$ 80,650

CONCENTRATION OF CREDIT RISK

The Organization's receivables are primarily related to its contracts for licensing and sponsorship. These contracts have been made with companies located within the continental United States.

ACCOUNTING 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 and disclosure of contingent assets and liabilities at 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.

CASH EQUIVALENTS

For purposes of the statement of cash flows, cash equivalents include time deposits and all highly liquid debt instruments with original maturities of three months or less.

**NOKIA SUGAR BOWL
NOTES TO FINANCIAL STATEMENTS**

NOTE A

ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ORGANIZATION

NOKIA SUGAR BOWL (the "Organization") is a non-profit organization established to conduct the annual Sugar Bowl Clinic.

BASE OF ACCOUNTING

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly, reflect all significant receivables, payables, and other liabilities.

BASE OF PRESENTATION

During the year ended June 30, 1996, the Organization adopted Statement of Financial Accounting Standards (SFAS) 116, "Accounting for Contributions Received and Contributions Made," and SFAS 117, "Financial Statements of Not-for-Profit Organizations." The effects of these standards are discussed in the following paragraphs.

All amounts received by the Organization are classified as unrestricted. Revenues would be considered temporarily or permanently restricted only if they were received as donations and had a donor stipulated restriction. As of June 30, 1997, all assets owned by the Organization are deemed to be unrestricted.

DEDUATED GOODS AND SERVICES

Under SFAS 116, Organizations are required to recognize as revenues and related expense, services received if the Organization would typically need to purchase the services if not received as donations. No amounts have been reflected in the financial statements of the Organization for donated goods and services because there was either no objective basis available to measure their value or the value given was immaterial to the financial statements taken as a whole.

DEDICATED NET ASSETS

The Designated Net Assets represent funds restricted by the Executive Committee for use in the event the Organization would experience unforeseen cancellation or loss of revenues that would prohibit the presentation of the annual Sugar Bowl Clinic.

The Executive Committee and the Audit and Finance Committee have authorized maximum accumulation of reserves of \$4,000,000, with \$1,000,000 allocated to Operations and \$1,000,000 in the event of a catastrophe.

PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost. Depreciation is computed using primarily the straight-line method.

Depreciation expense charged to operations totaled \$71,864 and \$76,569 in 1997 and 1998, respectively.

NOKIA BILGEM BÖYLE
STATEMENTS OF CASH FLOWS

	For The Years Ended June 30,	
	1997	1996
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in Unrestricted Net Assets	\$ (944,607)	\$ (144,783)
Adjustments to Reconcile Change in Unrestricted Net Assets to Net Cash Provided by (Used in) Operating Activities		
Depreciation and Amortization	77,581	76,869
Loss on Disposal of Fixed Assets	12,080	-
(Increase) Decrease in Accounts Receivable	104,229	(187,440)
(Increase) in Prepaid Items	(9,887)	(6,979)
(Increase) Decrease in Interest Receivable	43,083	(1,891)
Increase (Decrease) in Accounts Payable	(6,283)	8,290
Increase (Decrease) in Deferred Revenue	<u>(1,156,715)</u>	<u>1,156,715</u>
Net Cash Provided by (Used in) Operating Activities	<u>(1,521,599)</u>	<u>1,027,471</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures	(30,800)	-
Net (Decrease) Increase in Investments	<u>(1,291,388)</u>	<u>(1,806,380)</u>
Net Cash Provided by (Used in) Investing Activities	<u>(1,322,188)</u>	<u>(1,806,380)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	740,158	18,888
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>143,697</u>	<u>124,709</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 913,855</u>	<u>\$ 143,597</u>

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

NOKIA SENIAR BOWL
STATEMENTS OF ACTIVITIES (Continued)

EXPENSES	For The Years Ended	
	June 30,	
	1997	1996
Program Expenses:		
Football		
Team Distribution/Alumni Payroll	14,800,000	15,050,000
Other Expenses	936,187	809,875
Team Packages	533,883	513,488
Special Appreciation		
Sponsor Luncheon	145,110	160,520
Other	113,874	98,193
Tennis	45,500	68,647
Basketball		
Team Distribution	50,000	50,000
Other Expenses	34,642	26,856
Programs	25,996	35,196
Road Race	15,182	17,336
Pageant	13,899	9,233
Swimming	13,833	13,257
Regatta	11,308	13,338
Soccer	5,858	2,489
Fox Arm	7,500	-
City Relations	6,333	5,449
Flag Football	-	15,689
Special Events	-	5,926
	18,819,184	17,447,242
General and Administrative Expenses	911,844	791,113
	19,731,028	18,238,355
CHANGE IN UNRESTRICTED NET ASSETS	(544,807)	(144,761)
NET ASSETS - JULY 1	3,680,323	3,745,825
NET ASSETS - JUNE 30	\$ 3,135,516	\$ 3,601,064

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

**NOKIA SUGAR BOWL
STATEMENTS OF ACTIVITIES**

UNRESTRICTED REVENUE:	For The Years Ended June 30,	
	1997	1996
	TV and Radio Revenue	\$ 18,458,080
Ticket Sales - Football	6,238,185	4,936,450
State Assistance	1,808,000	1,808,000
Sponsorship Revenues	468,000	98,540
Licensing Revenue	252,815	303,989
Hotel / Motel Commission	217,283	-
Program Revenues	35,622	79,323
Hotelling Proceeds	98,690	39,258
Ticket Sales - Basketball	30,787	86,847
Fan Items	21,353	-
Miscellaneous	9,428	750
Swimming	7,584	6,444
Tennis	3,330	3,230
Regatta Revenues	1,658	2,740
Gains on Video Cassette Sales (Net of Cost of \$1,240 for June 30, 1997 and \$2,148 for June 30, 1996)	695	1,354
Road Race	626	9,714
Interest	309,137	348,234
Total	\$ 19,387,831	\$ 18,953,732

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

INDICA SINGAR BOWL
STATEMENTS OF FINANCIAL POSITION

ASSETS

	June 30,	
	1997	1996
CURRENT		
Cash and Cash Equivalents	\$ 883,827	\$ 143,697
Investments	1,445,666	3,977,459
Accounts Receivable (Net of Allowance of \$0,280 in 1997 and \$- in 1996)	8,811	115,090
Prepaid Items	40,643	33,146
Interest Receivable	<u>1,738</u>	<u>49,232</u>
Total	<u>2,382,716</u>	<u>4,272,698</u>
PROPERTY AND EQUIPMENT		
Leasehold Improvements	800,732	593,732
Furniture and Fixtures	180,632	182,652
Computer Equipment	<u>36,808</u>	<u>40,688</u>
	1,118,172	1,116,184
Less: Accumulated Depreciation and Amortization	<u>635,853</u>	<u>586,522</u>
Total	<u>482,319</u>	<u>529,662</u>
	<u>\$ 2,865,035</u>	<u>\$ 4,802,360</u>

LIABILITIES AND UNRESTRICTED NET ASSETS

CURRENT LIABILITIES

Accounts Payable	\$ 6,902	\$ 13,219
Deferred Revenue	<u>—</u>	<u>1,188,719</u>
Total Liabilities	<u>6,902</u>	<u>1,201,938</u>

UNRESTRICTED NET ASSETS

Undesignated	3,096,313	3,608,322
Designated - Catastrophic Fund	<u>1,868,698</u>	<u>1,828,808</u>
Total Unrestricted Net Assets	<u>3,855,011</u>	<u>3,690,332</u>
	<u>\$ 2,860,247</u>	<u>\$ 4,892,694</u>

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



Executive Committee
Noble Sugar Board

Independent Auditor's Report

We have audited the accompanying statements of financial position of **NOBLE SUGAR BIRTH**, as of June 30, 1993 and 1994, 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 audits.

We conducted our audits in accordance with generally accepted auditing standards and 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 **NOBLE SUGAR BIRTH**, as of June 30, 1993 and 1994, 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 a report dated July 21, 1993, on our consideration of the Organization's internal control structure and a report dated July 20, 1993, on its compliance with laws and regulations.

As discussed in Note A to the financial statements, the Organization adopted Statement of Financial Accounting Standards (SFAS) No. 124, "Accounting for Certain Investments Held by Non-Profit Organizations."

Arthur J. King, Jr., CPA

A Professional Accounting Corporation

July 21, 1993

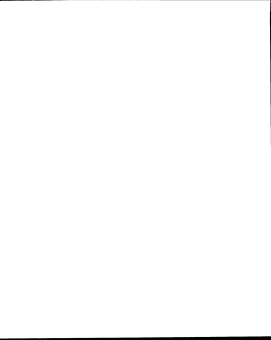
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NOKIA SUGAR BOWL

June 30, 1997

Audit of Financial Statements

June 30, 1997
and
June 30, 1996

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewed, 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.

JUL 2 4 1997

Revised Date: _____