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**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.  
RUSTON, LOUISIANA**

**REPORT ON COMPLIANCE WITH GENERAL REQUIREMENTS  
APPLICABLE TO FEDERAL AWARD PROGRAMS**

**REPORT ON INTERNAL CONTROL STRUCTURE**

**FINANCIAL STATEMENTS**

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 MAR 29 2000

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.  
RUSTON, LOUISIANA**

**REPORT ON INTERNAL CONTROLS AND COMPLIANCE  
BASED ON AN AUDIT PERFORMED IN ACCORDANCE WITH  
*GOVERNMENT AUDITING STANDARDS***

**APPENDIX TO REPORT ON INTERNAL CONTROLS AND  
COMPLIANCE BASED ON AN AUDIT OF THE FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH  
*GOVERNMENT AUDITING STANDARDS***

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY DATA  
DECEMBER 31, 1999 AND 1998  
AND  
INDEPENDENT AUDITORS' REPORT**

**MINCHEW, ROBINSON, GARDNER, LANGSTON and BRYAN  
CERTIFIED PUBLIC ACCOUNTANTS**

2120 Forsythe Avenue  
P.O. Box 4550  
Monroe, Louisiana 71211-4550

GENE E. MINCHEW, CPA  
A Professional Corporation  
OSCAR C. ROBINSON, JR., CPA  
A Professional Corporation  
C. DENNIS GARDNER, CPA  
A Professional Corporation  
TIMMY R. LANGSTON, CPA  
A Professional Corporation  
RUSSELL B. BRYAN, CPA  
A Professional Corporation

Telephone  
(318) 323-4481

Telecopier  
(318) 323-2188

**REPORT ON INTERNAL CONTROLS AND  
COMPLIANCE BASED ON AN AUDIT PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

We have audited the financial statements, as listed in the table of contents, of Louisiana United Methodist Children and Family Services, Inc., as of and for the year ended December 31, 1999 and 1998 and have issued our report thereon, dated February 17, 2000. We have conducted our audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, issued by the Comptroller General of the United States. The attached Appendix is an integral part of this report.

In planning and performing our audit, we obtained an understanding of the Louisiana United Methodist Children and Family Services, Inc.'s internal control and assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements. We also tested the Louisiana United Methodist Children and Family Services, Inc.'s compliance with laws, regulations, and other provisions of contracts and grants that could have a direct and material effect on the financial statements.

We identified no material weaknesses in internal control and no instances of noncompliance that are required to be reported herein under *Government Auditing Standards*. However, our consideration of the Louisiana United Methodist Children and Family Services, Inc.'s internal control and our testing of its compliance with laws, regulations, and provisions of contracts and grants were not designed to and did not provide sufficient evidence to express an opinion on such matters and would not necessarily disclose all matters that might be material weaknesses. Accordingly, we do not express an opinion on Louisiana United Methodist Children and Family Services, Inc.'s internal control or on its compliance with laws, regulations, and provisions of contracts and grants. We did not issue a management letter in connection with the current year audit.

Our report on Internal Controls and Compliance for the year ended December 31, 1998 identified no material weaknesses in internal control and no instances of noncompliances that were required to be reported under *Government Auditing Standards*.

This report is intended for the information of the audit committee, management, and federal awarding agencies and regulatory and legislative bodies.

*Minchew, Robinson, Gardner, Langston and Bryan*

February 17, 2000

**MINCHEW, ROBINSON, GARDNER, LANGSTON AND BRYAN**

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2120 FORSYTHE AVENUE  
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**APPENDIX TO REPORT ON INTERNAL CONTROLS  
AND COMPLIANCE BASED ON AN AUDIT OF THE  
FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

**Responsibility of Management**

The management of Louisiana United Methodist Children and Family Services, Inc. is responsible for compliance with laws, regulations, contracts, and grants applicable to Louisiana United Methodist Children and Family Services, Inc., and for establishing and maintaining internal control. The objectives of internal control are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition and 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.

Definitions

*Reportable conditions* involve matters coming to our attention relating to significant deficiencies in the design or operation of internal control that, in our judgment, could adversely affect the Louisiana United Methodist Children and Family Services, Inc.'s ability to record, process, summarize, and report financial data consistent with the assertion of management in the financial statements.

A *material weakness* is a reportable condition in which the design or operation of internal control does not reduce to a relatively low level the risk that errors and irregularities in amounts that would be material in relation to the financial statements being audited could occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

  
February 17, 2000

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.  
RUSTON, LOUISIANA**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY DATA  
DECEMBER 31, 1999 AND 1998  
AND  
INDEPENDENT AUDITORS' REPORT**

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

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Telecopier  
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**INDEPENDENT AUDITOR'S REPORT ON FINANCIAL  
STATEMENTS BASED ON AN AUDIT PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

We have audited the accompanying statements of financial position of Louisiana United Methodist Children and Family Services, Inc., as of December 31, 1999 and 1998, and the related statements of activities and cash flows for the years then ended, as listed in the table of contents. These financial statements are the responsibility of Louisiana United Methodist Children and Family Services, Inc.'s management. Our responsibility is to express an opinion on these financial statements based on our audit.

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 that 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 audit provides 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 Louisiana United Methodist Children and Family Services, Inc., as of December 31, 1999 and 1998, and the changes in net assets and 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 February 17, 2000 on our consideration of Louisiana United Methodist Children and Family Services, Inc.'s internal control and tests of its compliance with laws and regulations.



February 17, 2000

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**COMBINED STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31, 1999 AND 1998**

	General Operating Fund	Endowment Fund	Local Investment Fund	General Fixed Assets	Total 1999	Total 1998
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ 257,951	\$ 3,102,071	\$ 796,834	\$	\$ 4,156,856	\$ 729,491
Accounts receivable	354,801		33,554		388,355	407,435
Prepaid expenses	34,714				34,714	43,323
Promises to give - temporarily restricted			1,050		1,050	12,060
<b>Total current assets</b>	<b>\$ 647,466</b>	<b>\$ 3,102,071</b>	<b>\$ 831,438</b>	<b>\$</b>	<b>\$ 4,580,975</b>	<b>\$ 1,192,309</b>
<b>Other Assets</b>						
Promises to give - temporarily restricted						\$ 1,520
<b>Long-Term Investments</b>						
Certificates of deposit - temporarily restricted		\$	\$ 70,052	\$	\$ 70,052	\$ 68,817
Stocks, bonds and notes		24,042,055	20,221		24,062,276	24,018,144
Investment property			522,033		522,033	522,033
Trust funds - temporarily restricted			737,556		737,556	719,904
<b>Total long-term investments</b>		<b>\$ 24,042,055</b>	<b>\$ 1,349,862</b>	<b>\$</b>	<b>\$25,391,917</b>	<b>\$ 25,328,898</b>
<b>Property and Equipment</b>						
Land and improvements				\$ 93,220	\$ 93,220	\$ 93,220
Property, plant and equipment				7,798,219	7,798,219	7,554,793
Less: Accumulated depreciation				(3,530,276)	(3,530,276)	(3,264,766)
<b>Total property and equipment</b>				<b>\$ 4,361,163</b>	<b>\$ 4,361,163</b>	<b>\$ 4,383,247</b>
<b>Total Assets</b>	<b>\$ 647,466</b>	<b>\$ 27,144,126</b>	<b>\$ 2,181,300</b>	<b>\$ 4,361,163</b>	<b>\$34,334,055</b>	<b>\$ 30,905,974</b>
<b>LIABILITIES</b>						
<b>Current Liabilities</b>						
Accounts payable	\$ 85,757				\$ 85,757	\$ 66,866
Accrued compensation	159,399				159,399	167,591
<b>Total current liabilities</b>	<b>\$ 245,156</b>				<b>\$ 245,156</b>	<b>\$ 234,457</b>
<b>Net Assets</b>						
Unrestricted	\$ 402,310	\$ 27,144,126	\$ 1,372,642	\$ 4,361,163	\$33,280,241	\$ 29,869,216
Temporarily restricted			808,658		808,658	802,301
<b>Total net assets</b>	<b>\$ 402,310</b>	<b>\$ 27,144,126</b>	<b>\$ 2,181,300</b>	<b>\$ 4,361,163</b>	<b>\$34,088,899</b>	<b>\$ 30,671,517</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 647,466</b>	<b>\$ 27,144,126</b>	<b>\$ 2,181,300</b>	<b>\$ 4,361,163</b>	<b>\$34,334,055</b>	<b>\$ 30,905,974</b>

The accompanying notes are an  
integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**COMBINED STATEMENTS OF ACTIVITIES  
For The Years Ending December 31, 1999 and 1998**

	General Operating Fund	Endowment Fund	Local Investment Fund	General Fixed Assets	Total All Funds 1999	Total All Funds 1998
<b>UNRESTRICTED SUPPORT AND REVENUE</b>						
Contributions	\$ 552,623	\$	\$ 51,982	\$	\$ 604,605	\$ 475,843
Children's home offerings	86,815				86,815	49,683
Wills and bequests			1,923,752		1,923,752	17,990
Child care support	3,027,270				3,027,270	2,931,118
Independent living services	104,662				104,662	120,147
Grants for child care	94,077				94,077	50,022
Family development services	22,838				22,838	16,985
Trust funds	33,526		10,300		43,826	69,190
Interest income	13,254	398,930	11,633		423,817	344,890
Dividend income	34,779	364,510	253		399,542	433,688
Miscellaneous	74,176		1,259		75,435	56,700
Net realized and unrealized gain on investments		1,359,460	438,342		1,797,802	2,348,843
Other investment income			175,671		175,671	177,859
	<u>\$ 4,044,020</u>	<u>\$ 2,122,900</u>	<u>\$ 2,613,192</u>	<u>\$</u>	<u>\$ 8,780,112</u>	<u>\$ 7,092,958</u>
<b>EXPENSES</b>						
Administrative and general	\$ 672,655	\$ 160,772	\$ 15,814	\$	\$ 849,241	\$ 802,526
Plant operation and maintenance	400,523				400,523	407,603
Emergency shelter care	612,752				612,752	638,406
Residential group care	1,383,536				1,383,536	1,557,557
Educational services	261,014				261,014	244,292
Religious education	69,218				69,218	74,033
Family development service	238,148				238,148	233,800
Outreach and independent living	107,749				107,749	114,779
Outdoor wilderness learning	62,067				62,067	38,666
Public relation and development	242,670				242,670	229,046
Changing attitudes and behavior	838,906				838,906	461,662
Provision for depreciation				303,263	303,263	299,357
	<u>\$ 4,889,238</u>	<u>\$ 160,772</u>	<u>\$ 15,814</u>	<u>\$ 303,263</u>	<u>\$ 5,369,087</u>	<u>\$ 5,101,727</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>						
	<u>\$ (845,218)</u>	<u>\$ 1,962,128</u>	<u>\$ 2,597,378</u>	<u>\$ (303,263)</u>	<u>\$ 3,411,025</u>	<u>\$ 1,991,231</u>
<b>CHANGE IN UNRESTRICTED NET ASSETS FROM OPERATIONS</b>						
	<u>\$ (845,218)</u>	<u>\$ 1,962,128</u>	<u>\$ 2,597,378</u>	<u>\$ (303,263)</u>	<u>\$ 3,411,025</u>	<u>\$ 1,991,231</u>
<b>OTHER CHANGES IN NET ASSETS</b>						
Property and equipment acquisitions and transfers	(22,809)		(258,370)	281,179		
Operating transfers	893,609	(893,609)				
Endowment transfers		1,560,772	(1,560,772)			
	<u>\$ 25,582</u>	<u>\$ 2,629,291</u>	<u>\$ 778,236</u>	<u>\$ (22,084)</u>	<u>\$ 3,411,025</u>	<u>\$ 1,991,231</u>
<b>CHANGE IN TEMPORARILY RESTRICTED NET ASSETS</b>						
Net realized and unrealized gain on investments			18,887		18,887	54,281
Contributions			(12,530)		(12,530)	(12,265)
	<u>\$ 25,582</u>	<u>\$ 2,629,291</u>	<u>\$ 784,593</u>	<u>\$ (22,084)</u>	<u>\$ 3,417,382</u>	<u>\$ 2,033,247</u>
<b>INCREASE IN NET ASSETS</b>						
	<u>\$ 25,582</u>	<u>\$ 2,629,291</u>	<u>\$ 784,593</u>	<u>\$ (22,084)</u>	<u>\$ 3,417,382</u>	<u>\$ 2,033,247</u>
<b>NET ASSETS - BEGINNING OF YEAR</b>						
	<u>376,728</u>	<u>24,514,835</u>	<u>1,396,707</u>	<u>4,383,247</u>	<u>30,671,517</u>	<u>28,638,270</u>
<b>NET ASSETS - END OF YEAR</b>						
	<u>\$ 402,310</u>	<u>\$ 27,144,126</u>	<u>\$ 2,181,300</u>	<u>\$ 4,361,163</u>	<u>\$34,088,899</u>	<u>\$ 30,671,517</u>

The accompanying notes are an integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**COMBINED STATEMENTS OF CASH FLOWS  
For The Years Ended December 31, 1999 and 1998**

	General Operating Fund	Endowment Fund	Local Investment Fund	General Fixed Assets	Total 1999	Total 1998
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
Cash received from services	\$ 3,227,776	\$	\$	\$	\$ 3,227,776	\$ 3,081,895
Cash received from contributions	671,238		1,975,734		2,646,972	568,598
Income from trust funds	50,214		10,300		60,514	69,640
Interest received	13,254	395,120	11,633		420,007	370,234
Dividends received	34,779	371,846	258		406,883	433,688
Receipt from investment properties			612,332		612,332	220,924
Miscellaneous receipts	68,409		1,259		69,668	12,536
Cash paid to employees and suppliers	(4,870,490)	(160,772)	(15,848)		(5,047,410)	(4,772,380)
Cash received from other funds	893,609	(893,609)				
Net cash provided (used) by operating activities	\$ 88,489	\$ (287,415)	\$ 2,595,668	\$	\$ 2,396,742	\$ (14,865)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Proceeds from sale of investments		\$ 23,232,148		\$	\$ 23,232,148	\$ 47,442,002
Purchase of investments		(21,920,346)			(21,920,346)	(47,342,575)
Purchase of property and equipment	(22,809)		(258,370)		(281,179)	(177,720)
Endowment transfers		1,560,772	(1,560,772)			
Net cash provided (used) in investing activities	\$ (22,809)	\$ 2,872,574	\$ (1,819,142)	\$	\$ 1,030,623	\$ (78,293)
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	\$ 65,680	\$ 2,585,159	\$ 776,526	\$	\$ 3,427,365	\$ (93,158)
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	192,271	516,912	20,308		729,491	822,649
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	\$ 257,951	\$ 3,102,071	\$ 796,834	\$	\$ 4,156,856	\$ 729,491
<b>RECONCILIATION OF CHANGE IN NET ASSETS TO CASH PROVIDED BY OPERATING ACTIVITIES</b>						
Change in net assets	\$ 25,582	\$ 2,629,291	\$ 784,593	\$ (22,084)	\$ 3,417,382	\$ 2,033,247
Net assets to net cash provided						
Depreciation				303,263	303,263	299,357
Increase in receivables and promises to give	20,790	(15,745)	10,820		15,865	(5,585)
Increase in prepaid expenses	8,609				8,609	(3,700)
Increase in payables and accrued expenses	10,699				10,699	33,070
Realized and unrealized gain on investments		(1,359,476)	(18,887)		(1,378,363)	(2,403,124)
Purchase of property and equipment	22,809		258,370	(281,179)		177,720
Increase in discounts on investments		19,287			19,287	31,870
Transfer from other funds		(1,560,772)	1,560,772			(177,720)
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	\$ 88,489	\$ (287,415)	\$ 2,595,668	\$	\$ 2,396,742	\$ (14,865)

The accompanying notes are an integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND  
STATEMENTS OF FINANCIAL POSITION  
December 31, 1999 and 1998**

**ASSETS**

	<b>1999</b>	<b>1998</b>
Current assets		
Cash and cash equivalents	\$ 257,951	\$ 192,271
Accounts receivable	354,801	375,591
Prepaid expenses	34,714	43,323
Total Current Assets	\$ 647,466	\$ 611,185

**LIABILITIES**

Current Liabilities		
Accounts payable	\$ 85,757	\$ 66,866
Accrued compensation	159,399	167,591
Total Current Liabilities	\$ 245,156	\$ 234,457

**NET ASSETS**

Unrestricted net assets	402,310	376,728
Total Liabilities and Net Assets	\$ 647,466	\$ 611,185

The accompanying notes are an  
integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND  
STATEMENTS OF ACTIVITIES  
For the Years Ended December 31, 1999 and 1998**

	1999	1998
<b>UNRESTRICTED REVENUES AND SUPPORT</b>		
Contributions	\$ 550,418	\$ 433,943
Children's home offerings	86,815	49,683
Special events	31,800	32,026
Child care support	3,027,270	2,931,118
Independent living services	104,662	120,147
Federal subgrants for child care	94,077	50,022
Family development services	22,838	16,985
Training fees and evaluation	20,300	16,014
Trust funds	33,526	61,235
Interest income	13,254	8,006
Outdoor wilderness learning	15,464	6,313
Miscellaneous income	43,596	10,824
	<u>\$ 4,044,020</u>	<u>\$ 3,736,316</u>
<b>EXPENSES</b>		
Administrative and general	\$ 672,655	\$ 634,485
Plant operation and maintenance	400,523	407,603
Emergency shelter care	612,752	638,406
Residential group care	1,383,536	1,557,557
Educational services	261,014	244,292
Religious education	69,218	74,033
Family development service	238,148	233,800
Outreach and independent living services	107,749	114,779
Outdoor wilderness learning	62,067	38,666
Public relations and development	242,670	229,046
Capital expenditures	22,809	25,201
Changing attitudes and behavior program	838,906	461,662
	<u>\$ 4,912,047</u>	<u>\$ 4,659,530</u>
<b>REVENUE OVER EXPENSES</b>	<u>\$ (868,027)</u>	<u>\$ (923,214)</u>
<b>NET ASSETS TRANSFERRED FROM OTHER FUNDS</b>	<u>\$ 893,609</u>	<u>\$ 995,071</u>
<b>INCREASE IN UNRESTRICTED NET ASSETS</b>	\$ 25,582	\$ 71,857
<b>NET ASSETS AT BEGINNING OF YEAR</b>	<u>376,728</u>	<u>304,871</u>
<b>NET ASSETS AT END OF YEAR</b>	<u>\$ 402,310</u>	<u>\$ 376,728</u>

The accompanying notes are an integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND  
STATEMENTS OF CASH FLOWS  
As of December 31, 1999 and 1998**

	1999	1998
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash received from services	\$ 3,227,776	\$ 3,081,895
Cash received from contributions	669,033	503,808
Income from trust funds	50,214	61,345
Interest received	13,254	8,007
Miscellaneous receipts	105,393	21,012
Transfer from endowment fund	893,609	995,071
Cash paid to employees and suppliers	<u>(4,870,490)</u>	<u>(4,604,534)</u>
Net cash provided by operating activities	<u>\$ 88,489</u>	<u>\$ 66,604</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property and equipment	<u>\$ (22,809)</u>	<u>\$ (25,201)</u>
Net cash used in investing activities	<u>\$ (22,809)</u>	<u>\$ (25,201)</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	\$ 65,680	\$ 41,403
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	<u>192,271</u>	<u>150,868</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 257,951</u>	<u>\$ 192,271</u>
<b>RECONCILIATION OF CHANGES IN NET ASSETS TO CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Change in net assets	\$ 25,582	\$ 71,857
Adjustments to reconcile change in net assets to net cash used by operating activities:		
(Increase) decrease in accounts receivable	20,790	(59,824)
(Increase) decrease in prepaid expenses	8,609	(3,700)
Increase (decrease) in accounts payable	18,891	19,730
Increase in accrued wages	(8,192)	13,340
Purchase of property and equipment	<u>22,809</u>	<u>25,201</u>
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u>\$ 88,489</u>	<u>\$ 66,604</u>

The accompanying notes are an  
integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**ENDOWMENT FUND  
STATEMENTS OF FINANCIAL POSITION  
As of December 31, 1999 and 1998**

	1999	1998
<b>ASSETS</b>		
Cash and cash equivalents - The Trust Company of Louisiana - custodian	\$ 3,102,071	\$ 516,912
Investments - The Trust Company of Louisiana - custodian	24,042,055	23,997,923
Total assets	\$ 27,144,126	\$ 24,514,835
 <b>NET ASSETS</b>		
Unrestricted net assets	\$ 27,144,126	\$ 24,514,835

The accompanying notes are an  
integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**ENDOWMENT FUND  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

	1999	1998
<b>REVENUE</b>		
Dividend income	\$ 364,510	\$ 423,366
Interest income	398,930	335,982
Realized and unrealized gain on investments	1,359,460	2,348,843
	\$ 2,122,900	\$ 3,108,191
<b>EXPENSES</b>		
Bank custody fees	\$ 32,776	\$ 25,482
Management fees	127,996	128,811
	\$ 160,772	\$ 154,293
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>	\$ 1,962,128	\$ 2,953,898
<b>OTHER CHANGES IN NET ASSETS</b>		
Operating transfers	(893,609 )	(1,025,071 )
Transfer from local investment fund	1,560,772	270,558
<b>CHANGE IN UNRESTRICTED NET ASSETS</b>	\$ 2,629,291	\$ 2,199,385
<b>UNRESTRICTED NET ASSETS AT BEGINNING OF YEAR - RESTATED</b>	24,514,835	22,315,450
<b>UNRESTRICTED NET ASSETS AT END OF YEAR</b>	\$ 27,144,126	\$ 24,514,835

The accompanying notes are an  
integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**ENDOWMENT FUND  
STATEMENTS OF CASH FLOWS  
For The Years Ended December 31, 1999 and 1998**

	1999	1998
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Interest received	\$ 395,120	\$ 361,325
Dividends received	371,846	423,366
Transfers to Operating Fund	(893,609 )	(995,071 )
Transfers to Local Investment Fund		(30,000 )
Cash paid to suppliers of services	(160,772 )	(154,293 )
Net cash used by operating activities	<u>\$ (287,415 )</u>	<u>\$ (394,673 )</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of securities	\$ 23,232,148	\$ 47,442,002
Transfers form Local Investment Fund	1,560,772	270,558
Purchase of securities	(21,920,346 )	(47,342,575 )
Net cash provided by investing activities	<u>\$ 2,872,574</u>	<u>\$ 369,985</u>
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	<u>\$ 2,585,159</u>	<u>\$ (24,688 )</u>
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	<u>516,912</u>	<u>541,600</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 3,102,071</u>	<u>\$ 516,912</u>
<b>RECONCILIATION OF CHANGES TO NET ASSETS TO CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Changes in net assets	\$ 2,629,291	\$ 2,199,385
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Increase in receivables	(15,745 )	(6,527 )
Net realized and unrealized gain on investments	(1,359,476 )	(2,348,843 )
Operating transfers	(1,560,772 )	(270,558 )
Amortization of bond premiums (discounts)	19,287	31,870
<b>NET CASH PROVIDED (USED) BY OPERATIONS</b>	<u>\$ (287,415 )</u>	<u>\$ (394,673 )</u>

The accompanying notes are an  
integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**LOCAL INVESTMENT FUND  
STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31, 1999 AND 1998**

**ASSETS**

	1999	1998
<b>Current Assets</b>		
Cash and cash equivalents	\$ 796,834	\$ 20,308
Accounts receivable	33,554	31,844
Unconditional promises to give - temporarily restricted	1,050	12,060
<b>Total current assets</b>	<b>\$ 831,438</b>	<b>\$ 64,212</b>
<b>Other Assets</b>		
Unconditional promises to give - temporarily restricted	\$	\$ 1,520
<b>Long-Term Investments</b>		
Certificates of deposits - temporarily restricted	\$ 70,052	\$ 68,817
Stocks and bonds	20,221	20,221
Louise Briley Leake Trust Fund - temporarily restricted	737,556	719,904
Loraine Howard Property	462,035	462,035
R.D. Webb Property	97	97
R.D. Shelley Property	801	801
L.V. Lindingham Property	100	100
A.P. White Property	59,000	59,000
<b>Total long-term investments</b>	<b>\$ 1,349,862</b>	<b>\$ 1,330,975</b>
<b>Total Assets</b>	<b>\$ 2,181,300</b>	<b>\$ 1,396,707</b>

**LIABILITIES****NET ASSETS**

Unrestricted	\$ 1,372,642	\$ 594,406
Temporarily restricted	808,658	802,301
	<b>\$ 2,181,300</b>	<b>\$ 1,396,707</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 2,181,300</b>	<b>\$ 1,396,707</b>

The accompanying notes are an  
integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**LOCAL INVESTMENT FUND  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

	1999	1998
<b>UNRESTRICTED REVENUE AND SUPPORT</b>		
Loraine Howard Property	\$ 30,916	\$ 18,522
R.D. Webb Property	122,700	143,208
Shelley Property	22,055	16,129
Trust Funds	10,300	7,955
Wills and bequests	1,923,752	17,990
Contributions and memorials	51,982	41,900
Interest income	11,633	902
Dividend income	253	216
Miscellaneous income	1,259	1,629
Campus timber sales	197,169	
Gain on sale of assets	241,173	
	<u>\$ 2,613,192</u>	<u>\$ 248,451</u>
<b>EXPENSES</b>		
Administrative and general	\$ 15,814	\$ 13,748
Capital expenses	258,370	152,519
	<u>\$ 274,184</u>	<u>\$ 166,267</u>
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<u>\$ 2,339,008</u>	<u>\$ 82,184</u>
<b>OTHER CHANGES IN NET ASSETS</b>		
Transfer to Endowment Fund	\$ (1,660,772)	\$ (270,558)
Transfer from Endowment Fund	100,000	30,000
	<u>\$ (1,560,772)</u>	<u>\$ (240,558)</u>
<b>CHANGE IN UNRESTRICTED NET ASSETS</b>		
	<u>\$ (1,560,772)</u>	<u>\$ (240,558)</u>
<b>CHANGE IN TEMPORARILY RESTRICTED ASSETS</b>		
Net realized and unrealized gain in investments	\$ 18,887	\$ 54,281
Contributions	(12,530)	(12,265)
	<u>\$ 6,357</u>	<u>\$ 42,016</u>
<b>INCREASE (DECREASE) IN NET ASSETS</b>	<u>\$ 784,593</u>	<u>\$ (116,358)</u>
<b>NET ASSETS - BEGINNING OF YEAR</b>	<u>1,396,707</u>	<u>1,513,065</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 2,181,300</u>	<u>\$ 1,396,707</u>

The accompanying notes are an integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**LOCAL INVESTMENT FUND  
STATEMENTS OF CASH FLOWS  
For The Years Ended December 31, 1999 and 1998**

	1999	1998
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash received from contributions, wills and bequests	\$ 1,975,734	\$ 64,790
Income from trust funds	10,300	8,295
Interest received	11,633	902
Miscellaneous receipts	1,259	1,630
Dividends received	258	216
Receipts from investment properties	612,332	220,924
Cash paid to suppliers	(15,848 )	(13,553 )
Operating transfers		30,000
	<b>\$ 2,595,668</b>	<b>\$ 313,204</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Transfer to Endowment Fund	\$ (1,560,772 )	\$ (270,558 )
Capital purchases for Plant Fund	(258,370 )	(152,519 )
	<b>\$ (1,819,142 )</b>	<b>\$ (423,077 )</b>
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>\$ 776,526</b>	<b>\$ (109,873 )</b>
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	<b>20,308</b>	<b>130,181</b>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<b>\$ 796,834</b>	<b>\$ 20,308</b>
<b>RECONCILIATION OF CHANGES TO NET ASSETS TO CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Change in net assets	\$ 784,593	\$ (116,358 )
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Decrease in receivables and promises to give	10,820	60,766
Realized and unrealized gains as investments	(18,887 )	(54,281 )
Transfer to other funds	1,560,772	270,558
Purchase of property and equipment	258,370	152,519
	<b>\$ 2,595,668</b>	<b>\$ 313,204</b>

The accompanying notes are an  
integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL FIXED ASSETS  
STATEMENTS OF FINANCIAL POSITION  
As of December 31, 1999 and 1998**

<b>ASSETS</b>	1999	1998
Autos, trucks and buses	\$ 373,553	\$ 347,002
Tractors and ground equipment	121,794	121,794
Furniture, fixtures and equipment	1,337,653	1,257,933
Building and improvements	5,965,219	5,828,064
Land and land improvements	93,220	93,220
	\$ 7,891,439	\$ 7,648,013
Less: Accumulated depreciation	(3,530,276 )	(3,264,766 )
	<b>\$ 4,361,163</b>	<b>\$ 4,383,247</b>
<b>INVESTMENT IN GENERAL FIXED ASSETS</b>		
Fund Balance - General Fixed Assets	\$ 4,361,163	\$ 4,383,247

The accompanying notes are an  
integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL FIXED ASSETS  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

	<u>1999</u>	<u>1998</u>
<b>EXPENSES</b>		
Provision for depreciation	\$ 303,263	\$ 299,357
<b>EXCESS OF EXPENSES OVER REVENUE</b>	\$ (303,263 )	\$ (299,357 )
<b>ACQUISITION OF PROPERTY AND EQUIPMENT WITH TRANSFERS FROM OTHER CURRENT FUNDS</b>	<u>281,179</u>	<u>177,720</u>
<b>CHANGE IN NET ASSETS</b>	\$ (22,084 )	\$ (121,637 )
<b>NET ASSETS - BEGINNING OF YEAR</b>	<u>4,383,247</u>	<u>4,504,884</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 4,361,163</u>	<u>\$ 4,383,247</u>

The accompanying notes are an  
integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL FIXED ASSETS  
STATEMENTS OF CASH FLOWS  
For The Years Ended December 31, 1999 and 1998**

	1999	1998
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	\$ 0	\$ 0
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	0	0
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	\$ 0	\$ 0
 <b>RECONCILIATION OF CHANGES IN NET ASSETS TO CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Change in net assets	\$ (22,084 )	\$ (121,637 )
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	303,263	299,357
Transfer from other funds	(281,179 )	(177,720 )
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	\$ 0	\$ 0

The accompanying notes are an  
integral part of this statement.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Organization and Purpose**

Louisiana United Methodist Children and Family Services, Inc. is a Louisiana non-profit corporation owned by the Louisiana Annual Conference of the United Methodist Church. All powers and authority of Louisiana United Methodist Children and Family Services, Inc. (the corporation) shall be vested in and exercised by a Board of Directors and the property, business and affairs of the corporation shall be managed under the direction of the Board. The Corporation is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code of 1954.

The Louisiana United Methodist Children and Family Services, Inc. (sometimes doing business as "The Louisiana Methodist Children's Home") seeks to minister to the diverse needs of Louisiana's children and families experiencing stress, brokenness and other special circumstances. The Organization was formed for educational, eleemosynary, literary, scientific, and charitable objectives and purpose. The Organization develops, administers and operates various residential and outpatient programs. These programs provide valuate, therapeutic, educational, recreational and social services for the youth and their families.

The Organization receives a significant portion of its revenue from grants/contracts from government agencies; thus, the Home is subject to possible cutbacks due to changes in funding priorities. During 1999 and 1998, the Home received approximately 76 and 81 percent of its gross public support from such grants/contracts.

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements for Not-for-Profit Organizations*. Under SFAS No. 117, the Home 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. No permanently restricted assets were held during 1999 and 1998 and accordingly, these financials do not reflect any activity related to this class of net assets for 1999 and 1998.

**Cash and Cash Equivalents**

For purposes of the Statement of Cash Flows, the Organization considers all unrestricted highly liquid investments with a maturity of three months or less to be cash and cash equivalents.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions. This will affect the reported amounts of assets and liabilities, 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.

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

**Donated Property and Services**

Donated securities and property are recognized at fair market value at the time the assets are made available to the Organization. No amounts have been reflected in the financial statements for donated services. The Organization pays for most services requiring specific expertise.

**Plant and Equipment**

Fixed assets are recorded at cost, if purchased, or market value at time of donation. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets ranging from 2 to 40 years.

**Contributions**

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

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.

Gifts of cash and other assets are reported as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

The Organization primarily receives only unrestricted contributions with the exception of certain bequests of future interest in testamentary trusts; these net assets are temporarily restricted by the donor until the trust matures at some future date and unconditional promises to give to be received in future periods.

Unconditional promises to give are recognized as revenues or gains in the period received as assets, decreases in liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

**Functional Allocation of Expenses**

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities.

Costs are allocated between fund raising, management and general or the appropriate program based on evaluations of the related benefits. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

**Credit Risk**

The Organization maintains cash accounts in various institutions with locations in Ruston, Louisiana. The balances are insured by the Federal Deposit Insurance Corporation up to \$100,000. At December 31, 1999, the Organization's uninsured cash balances totaled \$10,469, with \$805,852 secured by repurchase agreements.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 2 - DEFINED CONTRIBUTION PLAN**

The Louisiana United Methodist Children and Family Services, Inc. sponsors substantially all of its employees in the Lay Employee's Pension Fund of the United Methodist Church whereby it matches the employee's contribution two for one up to a maximum cost to the Corporation of 6% of employees gross earnings. Contribution by the Corporation totals \$109,633 for 1999 and \$104,712 for 1998.

**NOTE 3 - INVESTMENTS**

The Organization's investments and certain cash and cash equivalents are held primarily by a national investment banking and financial services company and managed by an investment advisor in accordance with the terms of an investment advisory agreement.

Investments in marketable equity securities and marketable debt securities are carried at market value. Investments in unlisted securities where market is not readily attainable are carried at cost. A recap of such debt and equity securities is as follows:

	1999	1998
Local Investment Fund		
<i>Certificates of deposits - restricted</i>	\$ 20,052	\$ 68,817
Equity securities - cost	20,221	20,221
Dividends received - Local Investment Fund	253	216
Endowment Fund - market		
Cash equivalents	\$ 3,102,071	\$ 516,912
U.S. Government bonds and notes	2,648,048	3,368,683
U.S. Government agencies	1,782,710	1,516,560
Corporate bonds and notes	1,665,140	1,282,522
Foreign bonds, notes and equities	546,238	1,107,615
Equity securities	17,263,111	16,601,463
Accrued interest and ex-dividends	136,808	121,063
	\$ 27,144,126	\$ 24,514,818
Net Income For Years - Endowment Fund		
Interest	\$ 398,930	\$ 335,982
Dividends	364,510	423,366
Realized and unrealized gains and losses	1,359,460	2,348,843
	\$ 2,122,900	\$ 3,108,191

In 1996, the Organization received a bequest from the Estate of Louise Briley Leake in the form of an interest in a testamentary trust whereby the income will be paid annually and the trust principal distributed to the Organization twenty-five years from the death of the donor. The bequest was recorded at fair value. Annual changes in fair value are reported as unrealized gain or loss and an increase in temporarily restricted assets.

The Organization records unrealized gains and losses of securities held by the trust in the Statement of Activities as increases or decrease in temporarily restricted net assets.

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 4 - CONCENTRATION REVENUES AND ACCOUNTS RECEIVABLE**

Louisiana United Methodist Children and Family Services, Inc.'s residential treatment programs serve children primarily from Louisiana. Fees for these services are paid primarily by governmental agencies of Louisiana under contracts which the Organization executes annually. The Organization is reimbursed by the agencies for actual client days based on a per diem rate established in accordance with Louisiana law. The contracts may be terminated by either party with thirty days notice and are subject to the availability and appropriation of federal and/or state funds. Revenue from this service totaled \$3,027,270 and \$2,931,118 for 1999 and 1998, respectively.

Accounts receivable arise from the normal course of providing these services and are not secured. No allowance has been provided for accounts receivable.

**NOTE 5 - SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

Independent Living Services Program consists of two contracts. Contract A is a nonmatching program with 100% reimbursement for personnel and related benefits cost. These cost are classified directly as independent living services expenditures in the financial statements. Contract B is a 50/50 matching program in which the organization is reimbursed for expenditures equal to its inkind or cash contribution. These costs are allocated to independent living based on detailed ledgers maintained by the organization. These cost consists of allocated portions of administrative overhead, salaries and related benefits; travel; operating services supplies; professional services capital outlay and miscellaneous. The organization does not reclassify these allocated portions as independent living services expenditures for financial statement purposes.

The Child Abuse Counseling Program subgrant requires a 24.74% match and the Violence Prevention Program subgrant is a nonmatching program with 100% reimbursement for personnel, related benefits and contract services.

**MINCHEW, ROBINSON, GARDNER, LANGSTON and BRYAN  
CERTIFIED PUBLIC ACCOUNTANTS**

2120 Forsythe Avenue  
P.O. Box 4550  
Monroe, Louisiana 71211-4550

GENE E. MINCHEW, CPA  
A Professional Corporation  
OSCAR C. ROBINSON, JR., CPA  
A Professional Corporation  
C. DENNIS GARDNER, CPA  
A Professional Corporation  
TIMMY R. LANGSTON, CPA  
A Professional Corporation  
RUSSELL B. BRYAN, CPA  
A Professional Corporation

Telephone  
(318) 323-4481

Telecopier  
(318) 323-2188

**INDEPENDENT AUDITORS' REPORT ON  
THE SUPPLEMENTARY DATA**

**Board of Directors  
Louisiana United Methodist Children  
and Family Services, Inc.  
Ruston, Louisiana**

Our report on our audit of the basic financial statements, as listed in the table of contents of Louisiana United Methodist Children and Family Services, Inc. for 1999 and 1998 appears on Page 1. We conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards issued by the comptroller of the United States for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedules of additional details are 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.



Minchew, Robinson, Gardner, Langston & Bryan, CPAs

Monroe, Louisiana  
February 17, 2000

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND DETAIL  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

	1999	1998
<b>REVENUE AND SUPPORT</b>		
Contributions		
Contributions - undesignated	\$ 130,648	\$ 206,676
Memorials	105,563	94,431
Direct appeals	114,138	76,192
Sponsorships	36,298	24,422
Honorarium	25,470	28,547
Wilderness project donations	23,985	800
Youth activity	2,205	2,875
Century Club	14,316	
Special gifts	100,000	
Total contributions	\$ 552,623	\$ 433,943
Children's Home Offerings	\$ 86,815	\$ 49,683
Special Events	\$ 31,800	\$ 32,026
Child Care Support		
Child care support (TIPS)	\$ 1,194,658	\$ 1,268,364
Child care support (DOC)	397,186	930,321
Child care support (CAB)	1,257,431	634,996
Child care support (Private)	91,445	82,737
Alternate care	86,550	14,700
Total child care support	\$ 3,027,270	\$ 2,931,118
Independent Living Service		
Independent Living Grants	\$ 104,662	\$ 120,147
Federal Subgrants		
Violence Prevention Program	\$ 8,408	\$ 15,486
Child Abuse Counseling	35,669	34,536
	\$ 44,077	\$ 50,022
Family Plus-LA Cont. Grant	\$ 50,000	\$
Family Development Services		
Client fees	\$ 22,838	\$ 15,465
Winn Parish workshop fees		1,520
Evaluation fees	20,300	16,014
Total family development	\$ 43,138	\$ 32,999

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND DETAIL  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

	1999	1998
<b>REVENUE AND SUPPORT (Cont'd)</b>		
Trust Funds		
Pomeroy Trust	\$ 9,344	\$ 28,399
R. J. Wilson Trust	7,067	7,067
Conference Fund Trusts	2,890	4,140
Leake Trust	12,225	19,629
Ed and Gladys Hurley Trust	2,000	2,000
	<u>\$ 33,526</u>	<u>\$ 61,235</u>
<b>INTEREST AND DIVIDENDS</b>	<u>\$ 13,254</u>	<u>\$ 8,006</u>
<b>OUTDOOR WILDERNESS PROJECT INCOME</b>	<u>\$ 15,464</u>	<u>\$ 6,313</u>
<b>MISCELLANEOUS INCOME</b>	<u>\$ 3,335</u>	<u>\$ 10,824</u>
<b>TOTAL INCOME</b>	<u>\$ 4,005,964</u>	<u>\$ 3,736,316</u>
<b>EXPENSES</b>		
Administrative and General		
Salaries	\$ 334,807	\$ 321,252
Payroll taxes	20,124	20,336
Employee benefits	44,017	39,624
Advertising and promotion		144
Dues and licenses	4,117	6,152
Insurance	147,014	118,112
Office supplies	17,531	15,886
Printing		326
Postage	10,402	12,124
Professional services	21,550	25,850
Legal expenses	324	193
Subscriptions	1,719	1,450
Telephone	22,360	20,691
In-service training	6,681	8,176
Travel and seminar	13,576	18,194
Miscellaneous	3,569	3,138
Office equipment maintenance contracts	15,968	13,054
Accreditation	8,896	9,783
	<u>\$ 672,655</u>	<u>\$ 634,485</u>
<b>Total Administrative and General</b>	<u>\$ 672,655</u>	<u>\$ 634,485</u>

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND DETAIL  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

	1999	1998
<b>EXPENSES (Cont'd)</b>		
<b>Plant Operation and Maintenance</b>		
Salaries	\$ 90,065	\$ 98,837
Payroll taxes	6,901	7,251
Employee benefits	15,745	12,919
Contract for outside services	35,059	35,894
Maintenance - buildings and grounds	6,907	8,593
Repairs - buildings and grounds	20,930	28,337
Major repairs and replacements	15,671	17,743
Supplies	6,228	6,945
Utilities	169,325	163,792
Vehicle gas, oil and repairs	33,692	26,909
Miscellaneous		383
	<b>\$ 400,523</b>	<b>\$ 407,603</b>
<b>Emergency Shelter Care</b>		
Dietary		
Salaries	\$ 61,054	\$ 65,677
Payroll taxes	4,408	4,718
Employee benefits	2,845	2,922
Food	41,249	57,799
Consultant	583	950
Miscellaneous	20	14
	<b>\$ 110,159</b>	<b>\$ 132,080</b>
<b>Laundry and Linen</b>		
Supplies	\$ 857	\$ 1,276
Linen and bedding	286	189
	<b>\$ 1,143</b>	<b>\$ 1,465</b>
<b>Housekeeping</b>		
Salaries	\$ 9,937	\$ 12,188
Payroll taxes	876	914
Employee benefits	60	
Supplies	3,824	6,419
	<b>\$ 14,697</b>	<b>\$ 19,521</b>

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND DETAIL  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998

	1999	1998
<b>EXPENSES (Cont'd)</b>		
<b>Emergency Shelter Care</b>		
Personal Client Needs		
Allowances	\$ 1,570	\$ 3,238
Personal hygiene	2,266	2,765
Christmas and birthdays	113	475
Other		120
Clothing	(146)	795
	\$ 3,803	\$ 7,393
Total personal client needs		
Medical and Nursing		
Medical services routine	\$ 241	\$ 406
Medical extraordinary		475
Medical supplies	1,627	3,733
	\$ 1,868	\$ 4,614
Total medical and nursing		
Therapeutic and Training		
Salaries - social workers	\$ 187,941	\$ 174,489
Salaries - child care	175,240	241,052
Payroll taxes	30,420	32,503
Employee benefits	32,006	24,458
Other	749	570
	\$ 426,356	\$ 473,072
Total therapeutic and training		
Recreational		
Supplies	\$ 82	\$ 261
	\$ 82	\$ 261
Total recreational		
<b>Total Emergency Shelter Care</b>	\$ 558,108	\$ 638,406
<b>Residential Group Care</b>		
Dietary		
Food	\$ 106,517	\$ 129,223
Supplies	423	608
Dietician consultant	4,100	4,100
Miscellaneous	30	
	\$ 111,070	\$ 133,931
Total dietary		

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND DETAIL  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

	<u>1999</u>	<u>1998</u>
<b>EXPENSES (Cont'd)</b>		
<b>Residential Group Care (Cont'd)</b>		
Laundry and Linen		
Supplies	\$ 2,616	\$ 1,629
Linen and bedding	70	2,657
Outside services	38	16
	<u>\$ 2,724</u>	<u>\$ 4,302</u>
Housekeeping		
Supplies	\$ 26,339	\$ 33,713
Outside services	29	
	<u>\$ 26,368</u>	<u>\$ 33,713</u>
Personal Client Needs		
Allowances	\$ 10,786	\$ 15,881
Clothing	25,888	24,304
Personal hygiene	6,338	7,335
Christmas and birthdays	988	1,138
Visitation transportation	2,163	7,873
	<u>\$ 46,163</u>	<u>\$ 56,531</u>
Medical and Nursing		
Salaries	\$ 57,840	\$ 56,978
Payroll taxes	4,147	4,159
Employee benefits	4,493	4,404
Medical services routine	1,325	418
Medical services extraordinary	433	3,588
Medical supplies	11,958	8,314
Other	1,201	435
OSHA required vaccinations	5,208	1,561
	<u>\$ 86,605</u>	<u>\$ 79,857</u>
Therapeutic and Training		
Salaries - social workers	\$ 219,455	\$ 235,552
Salaries - child care	619,417	746,475
Payroll taxes	64,120	72,572
Employee benefits	59,106	47,328
Therapeutic supplies	985	1,164
Other - wilderness/scouting		551
Miscellaneous	106	477
Security checks	690	1,110
	<u>\$ 963,879</u>	<u>\$ 1,105,229</u>

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND DETAIL  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

	1999	1998
<b>EXPENSES (Cont'd)</b>		
<b>Residential Group Care (Cont'd)</b>		
Recreational		
Salaries	\$ 106,818	\$ 96,954
Payroll taxes	8,044	7,584
Employee benefits	8,002	6,692
Supplies	2,626	2,345
Activities fund	3,545	3,794
House activities fund	2,504	2,491
Summer trip fund	2,756	5,134
	<u>\$ 134,295</u>	<u>\$ 124,994</u>
Consultants		
Psychiatrist	\$ 12,432	\$ 19,000
Psychologist		
Physician		
	<u>\$ 12,432</u>	<u>\$ 19,000</u>
<b>Total residential</b>	<u>\$ 146,727</u>	<u>\$ 143,994</u>
<b>Total Residential Group Care</b>	<u>\$ 1,383,536</u>	<u>\$ 1,557,557</u>
<b>Educational Services</b>		
Salaries	\$ 209,924	\$ 194,173
Payroll taxes	15,136	14,122
Employee benefits	24,220	20,282
Supplies	6,992	6,587
Training	1,012	4,430
Miscellaneous	3,730	4,698
	<u>\$ 261,014</u>	<u>\$ 244,292</u>
<b>Religious Education</b>		
Salaries	\$ 36,983	\$ 39,551
Payroll taxes	528	796
Employee benefits	13,729	14,023
Housing allowance	14,400	14,400
Supplies	1,428	1,312
Activities	619	882
Training		253
Contractual services	1,293	2,488
Travel	238	328
	<u>\$ 69,218</u>	<u>\$ 74,033</u>

**LOUISIANA UNITED METHODIST CHILDREN  
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**GENERAL OPERATING FUND DETAIL  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

<b>EXPENSES (Cont'd)</b>	<u>1999</u>	<u>1998</u>
<b>Family Development Service</b>		
Salaries	\$ 194,800	\$ 190,019
Payroll taxes	13,240	13,890
Employee benefits	19,469	14,622
Supplies	2,252	1,636
Professional services	1,757	1,577
Professional training	637	1,700
Travel	676	2,261
Contract services	5,200	8,000
Miscellaneous	117	95
	<u>\$ 238,148</u>	<u>\$ 233,800</u>
<b>Outreach Services</b>		
Operational		
Salaries - outreach - operational	\$ 1,491	\$ 1,348
Payroll taxes	572	100
Employee benefits	198	170
	<u>\$ 2,261</u>	<u>\$ 1,618</u>
<b>Independent Living Program</b>		
Salaries - independent living	\$ 73,797	\$ 64,601
Payroll taxes	4,571	4,523
Employee benefits	6,445	7,379
Contract services	575	1,050
Travel and seminars	7,009	6,465
Client transportation	24	3
Supplies	4,654	13,349
Equipment and furnishings	77	10,764
Telephone	1,557	872
Postage		33
Youth activity	2,343	729
Training meals	3,037	2,385
Miscellaneous	619	153
	<u>\$ 104,708</u>	<u>\$ 112,306</u>
<b>Supervised Living</b>		
Education registration fees	\$ 590	\$ 580
Housing rental	190	275
	<u>\$ 780</u>	<u>\$ 855</u>
<b>Total Outreach Services</b>	<u>\$ 107,749</u>	<u>\$ 114,779</u>

**LOUISIANA UNITED METHODIST CHILDREN  
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**GENERAL OPERATING FUND DETAIL  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

<b>EXPENSES (Cont'd)</b>	1999	1998
<b>Outdoor Wilderness Learning Project</b>		
Salaries O.W.L.	\$ 32,760	\$ 8,958
Payroll taxes	1,888	504
Employee benefits	3,352	507
Utilities	4,378	3,781
Supplies	19,221	23,959
O.W.L. contract workers		180
Miscellaneous	468	777
	<u>62,067</u>	<u>38,666</u>
<b>Total Outdoor Wilderness Learning Project</b>	<u>\$ 62,067</u>	<u>\$ 38,666</u>
<b>Public Relations and Development</b>		
Salaries	\$ 118,814	\$ 118,789
Payroll taxes	4,655	5,203
Employee benefits	15,447	19,285
Housing allowance	14,200	13,387
Supplies	2,859	1,503
Telephone	1,875	856
Printing - direct	40,509	28,156
Printing - offerings	9,167	9,670
Printing - special	5,681	4,783
Postage	13,247	11,099
Professional services	1,789	162
Travel and seminar	4,626	4,350
Professional training	153	2,232
Regional development activities	138	637
Special events	9,292	8,737
Miscellaneous	218	197
	<u>242,670</u>	<u>229,046</u>
<b>Total Public Relations and Development</b>	<u>\$ 242,670</u>	<u>\$ 229,046</u>
<b>Capital Expenditures</b>		
Furniture and equipment	\$ 15,776	\$ 18,100
Buildings and improvements	2,007	4,739
Outdoor wilderness project	5,026	2,362
	<u>22,809</u>	<u>25,201</u>
<b>Total Capital Expenditures</b>	<u>\$ 22,809</u>	<u>\$ 25,201</u>

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND DETAIL  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

<b>EXPENSES (Cont'd)</b>	1999	1998
<b>Emergency Shelter Care - Boys</b>		
Dietary		
Food	\$ 7,161	\$
Supplies	49	
Dietitian consultant	117	
	\$ 7,327	\$
Total dietary		
Housekeeping		
Salaries - housekeeping	\$ 1,000	\$
Payroll taxes	119	
Employee benefits	48	
Supplies	546	
	\$ 1,713	\$
Total housekeeping		
Personal client needs		
Clothing	\$ 110	\$
Allowances	160	
Personal hygiene	36	
	\$ 306	\$
Total personal client needs		
Medical and nursing		
Medical services routine	\$ 7	\$
Medical supplies	105	
	\$ 112	\$
Total medical and nursing		
Therapeutic and training		
Salaries - clerical	\$ 692	\$
Salaries - child care	38,428	
Employee benefits	2,804	
Payroll taxes	2,767	
Security checks	25	
Other	89	
	\$ 44,805	\$
Total therapeutic and training		
Recreational		
Supplies	\$ 261	\$
Activities	25	
Miscellaneous	95	
	\$ 381	\$
Total recreational		
<b>Total Emergency Shelter - Boys</b>	<b>\$ 54,644</b>	<b>\$</b>

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND DETAIL  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

EXPENSES (Cont'd)	1999	1998
<b>Changing Attitudes and Behavior - Boys</b>		
Dietary		
Salaries	\$ 10,714	\$ 11,999
Payroll taxes	851	827
Employee benefits	2,340	1,914
Food	16,024	13,107
Supplies		7
Dietitian consultant	300	300
Total dietary	\$ 30,229	\$ 28,154
Laundry and linen		
Supplies	\$ 730	\$ 428
Linen and bedding	378	70
Outside services	(81)	93
Total laundry and linen	\$ 1,027	\$ 591
Housekeeping		
Salaries	\$ 5,703	\$ 5,530
Payroll taxes	428	428
Employee benefits	22	
Supplies	2,862	2,185
Total housekeeping	\$ 9,015	\$ 8,143
Personal client needs		
Allowances	\$ 2,110	\$ 1,838
Personal hygiene	668	582
Christmas and birthdays	197	67
Clothing	2,079	2,225
Other	516	446
Total personal client needs	\$ 5,570	\$ 5,158
Medical and nursing		
Medical services routine	\$ 20	\$
Medical services extraordinary		215
Medical supplies	575	1,096
Other		150
Total medical and nursing	\$ 595	\$ 1,461
Therapeutic and training		
Salaries - social workers	\$ 118,270	\$ 100,502
Salaries - child care	275,903	208,368
Payroll taxes	28,426	22,528
Employee benefits	21,948	19,245
Supplies	2,751	2,441
Security checks		10
Total therapeutic and training	\$ 447,298	\$ 353,094

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND DETAIL  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

<b>EXPENSES (Cont'd)</b>	<u>1999</u>	<u>1998</u>
<b>Changing Attitudes and Behavior - Boys (Cont'd)</b>		
Recreational		
Salaries	\$ 2,879	\$ 5,773
Payroll taxes	330	314
Employee benefits	443	405
Supplies	717	263
Activities	1,072	388
Miscellaneous	2	13
	<hr/>	<hr/>
Total recreational	\$ 5,443	\$ 7,156
Consultants		
Psychiatrist	\$ 6,143	\$
Psychologist	9,800	3,200
	<hr/>	<hr/>
Total consultants	\$ 15,943	\$ 3,200
<b>Total Changing Attitudes and Behavior - Boys</b>	<u>\$ 515,120</u>	<u>\$ 406,957</u>
<b>Changing Attitudes and Behavior - Girls</b>		
Dietary		
Salaries	\$ 6,550	\$
Payroll taxes	489	
Employee benefits	175	
Food	11,934	1,713
Dietitian consultant	300	50
	<hr/>	<hr/>
Total dietary	\$ 19,448	\$ 1,763
Laundry and linen		
Supplies	\$ 641	\$ 59
Linen and bedding	215	22
	<hr/>	<hr/>
Total laundry and linen	\$ 856	\$ 81
Housekeeping		
Salaries	\$ 5,265	\$
Payroll taxes	370	
Employee benefits	(132)	
Supplies	2,234	356
	<hr/>	<hr/>
Total housekeeping	\$ 7,737	\$ 356

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND DETAIL  
STATEMENTS OF ACTIVITIES  
For The Years Ended December 31, 1999 and 1998**

<b>EXPENSES (Cont'd)</b>	<u>1999</u>	<u>1998</u>
<b>Changing Attitudes and Behavior - Girls (Cont'd)</b>		
Personal client needs		
Allowances	\$ 1,340	\$
Personal hygiene	723	9
Christmas and birthdays	57	52
Clothing	<u>2,427</u>	<u>197</u>
Total personal client needs	<u>\$ 4,547</u>	<u>\$ 258</u>
Medical and nursing		
Medical services routine	\$ 82	\$
Medical supplies	648	
Other	<u>179</u>	<u>65</u>
Total medical and nursing	<u>\$ 909</u>	<u>\$ 65</u>
Therapeutic and training		
Salaries - social workers	\$ 34,261	\$ 8,560
Salaries - child care	196,612	37,464
Payroll taxes	16,926	2,719
Employee benefits	5,239	372
Supplies	<u>1,749</u>	<u>682</u>
Total therapeutic and training	<u>\$ 254,787</u>	<u>\$ 49,797</u>
Recreational		
Salaries	\$ 19,161	\$ 2,195
Payroll taxes	1,454	168
Employee benefits	44	
Supplies	519	9
Activities	798	
Miscellaneous		<u>13</u>
Total recreational	<u>\$ 21,976</u>	<u>\$ 2,385</u>
Consultants		
Psychiatrist	\$ 5,393	\$
Psychologist	<u>8,133</u>	
Total consultants	<u>\$ 13,526</u>	<u>\$</u>
<b>Total Changing Attitudes and Behavior - Girls</b>	<u>\$ 323,786</u>	<u>\$ 54,705</u>
<b>Total Expenses</b>	<u>\$ 4,912,047</u>	<u>\$ 4,659,530</u>

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**STATEMENT OF CHANGES IN GENERAL FIXED ASSETS  
For The Year Ended December 31, 1999**

	Land	Buildings and Improvements	Autos, Furniture, and Equipment	Total
<b>GENERAL FIXED ASSETS - BEGINNING OF YEAR</b>	\$ 93,220	\$ 5,828,064	\$ 1,726,729	\$ 7,648,013
<u>Additions</u>				
General Operating Fund	\$	\$ 3,266	\$ 19,553	\$ 22,819
Local Investment Fund		133,889	124,471	258,360
Total additions	\$	\$ 137,155	\$ 144,024	\$ 281,179
<u>Retirements</u>				
General Fixed Assets	\$	\$	\$ 37,753	\$ 37,753
<b>TOTAL BALANCES AND ADDITIONS</b>	<u>\$ 93,220</u>	<u>\$ 5,965,219</u>	<u>\$ 1,833,000</u>	<u>\$ 7,891,439</u>
<b>GENERAL FIXED ASSETS - END OF YEAR</b>				<u>\$ 7,891,439</u>