

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND DETAIL
STATEMENTS OF ACTIVITIES
For The Years Ended December 31, 1996 and 1995

	1996	1995
EXPENSES (Cont'd)		
Outdoor Wilderness Learning Project		
Utilities	\$ 3,038	\$ 3,345
Supplies	12,469	6,488
C.W.L. contract workers	116	
Miscellaneous	55	497
TOTAL OUTDOOR WILDERNESS LEARNING PROJECT	\$ 15,678	\$ 10,377
Public Relations and Development		
Salaries	\$ 107,868	\$ 71,943
Payroll taxes	4,616	2,179
Employee benefits	30,196	17,060
Housing allowance	12,000	9,667
Supplies	1,091	3,762
Telephone	606	578
Printing - direct	53,491	34,064
Printing - offerings	10,087	8,703
Printing - special	7,103	
Postage	15,818	24,348
Professional services	9	466
Travel and seminar	8,863	5,876
Professional training	1,555	1,813
Possibility study	14,732	15,834
Regional development activities	448	8,444
Long range development	857	
Special events	1,261	
Miscellaneous	53	366
TOTAL PUBLIC RELATIONS AND DEVELOPMENT	\$ 250,453	\$ 204,143
Capital Expenditures		
Furniture and equipment	\$ 16,334	\$ 38,719
Buildings and improvements	2,934	765
Outdoor wilderness project	1,821	2,358
TOTAL CAPITAL EXPENDITURES	\$ 21,149	\$ 41,852
Arcadia Group Care		
Administrative and general		
Licenses	\$ 500	\$ 500
Motor vehicle - gas/oil	5,713	4,579
Telephone	2,463	1,224
Total administrative and general	\$ 8,676	\$ 6,303

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUNDS DETAIL
STATEMENTS OF ACTIVITIES
For The Years Ended December 31, 1996 and 1995

	1996	1995
REVENUE AND SUPPORT (Cont'd)		
Trust Funds		
Parsony Trust	\$ 24,782	\$ 13,448
E. J. Wilson Trust	9,456	9,779
Harry R. Kendall Trust	600	600
Confession Fund Trusts	1,427	519
Lester Trust	14,844	
Ed and Gladys Hurley Trust	2,000	2,000
	<u>\$ 55,089</u>	<u>\$ 25,346</u>
LOUISIANA ANNUAL CONFERENCE HEALTH AND WELFARE	<u>\$</u>	<u>\$ 1,000</u>
INTEREST INCOME	<u>\$ 2,852</u>	<u>\$ 3,040</u>
OUTDOOR WILDERNESS PROJECT INCOME	<u>\$ 2,075</u>	<u>\$ 320</u>
MISCELLANEOUS INCOME	<u>\$ 18,871</u>	<u>\$ 1,953</u>
TOTAL INCOME	<u>\$ 3,444,466</u>	<u>\$ 2,792,368</u>
EXPENSES		
Administrative and General		
Salaries	\$ 389,305	\$ 276,078
Payroll taxes	17,626	18,642
Employee benefits	44,851	39,523
Advertising and promotion	809	487
Dues and licenses	7,160	6,959
Insurance	145,121	95,889
Office supplies	25,446	17,368
Printing	9,070	9,882
Postage	15,774	12,999
Professional services	23,091	16,225
Legal expenses	5	11
Subscriptions	462	646
Telephone	24,444	21,032
In-service training	19,099	3,608
Travel and seminar	8,456	14,764
Miscellaneous	1,431	1,612
Office equipment maintenance contracts	9,318	9,979
Accreditation	14,261	9,485
	<u>\$ 626,199</u>	<u>\$ 553,282</u>
TOTAL ADMINISTRATIVE AND GENERAL	<u>\$</u>	<u>\$</u>

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND DETAIL
STATEMENTS OF ACTIVITIES
For The Years Ended December 31, 1996 and 1995

	<u>1996</u>	<u>1995</u>
EXPENSES (Cont'd)		
Plant Operation and Maintenance		
Salaries	\$ 98,292	\$ 97,843
Payroll taxes	7,887	7,383
Employer benefits	12,513	14,872
Contract for outside services	9,589	7,152
Maintenance - buildings and grounds	10,920	3,888
Repairs - buildings and grounds	20,028	19,761
Major repairs and replacements	40,025	14,442
Supplies	4,948	8,477
Utilities	131,595	132,880
Vehicle gas, oil and repair	32,056	26,256
Miscellaneous	32	48
	<u>\$ 389,589</u>	<u>\$ 332,619</u>
Emergency Shelter Care		
Dietary		
Salaries	\$ 21,741	\$ 21,782
Payroll taxes	1,284	2,382
Food	51,228	50,813
Consultant	158	
Miscellaneous		(4)
	<u>\$ 24,678</u>	<u>\$ 22,973</u>
Laundry and Linen		
Supplies	\$ 1,232	\$ 1,899
Linen and bedding	712	829
Outside service	23	
	<u>\$ 1,967</u>	<u>\$ 2,728</u>
Housekeeping		
Salaries	\$ 9,240	\$ 11,112
Payroll taxes	646	841
Employer benefits	204	59
Supplies	6,158	4,122
	<u>\$ 16,207</u>	<u>\$ 16,143</u>

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND DETAIL
STATEMENTS OF ACTIVITIES

For The Years Ended December 31, 1996 and 1995

	<u>1996</u>	<u>1995</u>
EXPENSES (Cont'd)		
Personal Client Needs		
Allowances	\$ 3,431	\$ 3,903
Personal hygiene	2,896	3,074
Christmas and Birthdays	225	504
Other	28	140
Clothing	<u>2,246</u>	<u>3,531</u>
Total personal client needs	<u>\$ 8,136</u>	<u>\$ 10,152</u>
Medical and Nursing		
Medical services routine	\$ 400	\$ 465
Medical extraordinary	649	639
Medical supplies	<u>1,191</u>	<u>867</u>
Total medical and nursing	<u>\$ 2,243</u>	<u>\$ 1,971</u>
Emergency Shelter Care		
Therapeutic and Training		
Salaries - social workers	\$ 121,452	\$ 120,185
Salaries - child care	238,208	244,176
Payroll taxes	37,043	37,513
Employee benefits	23,583	15,490
Other	<u>801</u>	<u>952</u>
Total therapeutic and training	<u>\$ 411,189</u>	<u>\$ 418,316</u>
Recreational		
Supplies	\$ 273	\$ 196
Total recreational	<u>\$ 273</u>	<u>\$ 196</u>
TOTAL EMERGENCY SHELTER	<u>\$ 514,722</u>	<u>\$ 545,588</u>
Residential Group Care		
Dietary		
Salaries	\$ 34,547	\$ 33,707
Payroll taxes	3,011	2,489
Employee benefits	373	564
Food	108,549	99,703
Supplies	718	1,09
Dietician consultant	<u>4,750</u>	<u>3,925</u>
Total dietary	<u>\$ 131,448</u>	<u>\$ 136,628</u>

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND DETAIL
STATEMENTS OF ACTIVITIES
For The Years Ended December 31, 1996 and 1995

	1996	1995
EXPENSES (Cont'd)		
Residential Group Care (Cont'd)		
Laundry and linen		
Supplies	\$ 1,561	\$ 3,214
Linen and bedding	437	1,527
Outside services	454	40
Total laundry and linen	\$ 2,452	\$ 5,081
Housekeeping		
Supplies	\$ 24,558	\$ 21,388
Outside services	135	68
Total housekeeping	\$ 24,693	\$ 21,456
Personal Client Needs		
Allowances	\$ 15,628	\$ 13,581
Clothing	25,349	22,153
Personal hygiene	6,871	6,964
Christmas and birthdays	1,711	1,638
Visitation transportation	4,757	1,332
Total personal client needs	\$ 54,316	\$ 44,668
Medical and Nursing		
Salaries	\$ 43,291	\$ 42,392
Payroll taxes	2,922	3,052
Employee benefits	1,944	1,276
Medical services routine	3,248	1,986
Medical services extraordinary	7,999	5,877
Medical supplies	6,848	5,322
Other	40	65
OSHA required vaccinations	11,162	2,738
Total medical and nursing	\$ 77,464	\$ 62,012
Therapeutic and Training		
Salaries - social workers	\$ 203,403	\$ 183,752
Salaries - child care	588,541	503,511
Payroll taxes	50,248	50,793
Employee benefits	43,242	35,908
Therapeutic supplies	1,863	1,219
Other - wilderness/counseling	147	42
Miscellaneous	18	54
Security checks	757	682
Total therapeutic and training	\$ 889,379	\$ 775,563

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

CENTRAL OPERATING FUND DETAIL
STATEMENTS OF ACTIVITIES

For The Years Ended December 31, 1996 and 1995

EXPENSES (Cont'd)	<u>1996</u>	<u>1995</u>
Family Development Service		
Salaries	\$ 138,066	\$ 114,802
Payroll taxes	9,753	8,887
Employee benefits	22,888	17,787
Therapeutic contract	12,000	
Supplies	851	918
Postage		93
Professional services	1,175	749
Professional training	228	680
Telephone	106	
Travel	751	2,558
Miscellaneous	99	366
	<u>\$ 185,312</u>	<u>\$ 145,900</u>
Outreach Services		
Operational		
Salaries - outreach - operational	\$ 15,660	\$ 18,223
Payroll taxes	1,131	1,317
Employee benefits	6,268	6,571
	<u>\$ 23,059</u>	<u>\$ 26,111</u>
Independent Living Program		
Salaries - Independent living	\$ 47,197	\$ 42,062
Payroll taxes	3,641	3,207
Employee benefits	1,743	30
Contract services	1,346	1,147
Travel and seminars	4,850	3,786
Client transportation		375
Supplies	5,488	8,281
Equipment and furnishings	2,268	11,798
Telephone	124	
Postage	37	
Youth activity	785	63
Training meals	1,518	797
Miscellaneous	251	395
Vehicle lease		<u>2,430</u>
	<u>\$ 68,668</u>	<u>\$ 74,382</u>
Supervised Living		
Education registration fees	\$ 253	\$
	<u>\$ 253</u>	<u>\$</u>
TOTAL OUTREACH SERVICES	<u>\$ 93,977</u>	<u>\$ 100,492</u>

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND DETAIL
STATEMENTS OF ACTIVITIES

For The Year Ended December 31, 1996 and 1995

	<u>1996</u>	<u>1995</u>
REVENUE AND SUPPORT		
Contributions		
Contributions - undesignated	\$ 168,888	\$ 124,210
Memorials	82,998	73,996
Direct appeals	53,205	80,911
Sponsorships	8,711	12,990
Honoraria	28,524	20,812
Willness project donations	<u>6,650</u>	<u>7,812</u>
Total contributions	<u>\$ 345,976</u>	<u>\$ 320,631</u>
Children's Home Offerings	<u>\$ 15,181</u>	<u>\$ 41,314</u>
Special Events	<u>\$ 3,402</u>	<u>\$ 2,884</u>
Child Care Support		
Child care support (TIPS)	\$ 1,181,701	\$ 1,296,506
Child care support (DOC)	1,512,817	756,617
Child care support (CAB)	510,673	
Child care support (Private)	101,704	82,488
Alternate care	<u>27,450</u>	<u>44,640</u>
Total child care support	<u>\$ 3,007,345</u>	<u>\$ 3,180,651</u>
Independent Living Service		
Independent Living Grants	<u>\$ 90,660</u>	<u>\$ 95,617</u>
Federal Subgrants		
Violence Prevention Program	\$ 15,797	\$ 14,553
Family development grant		2,037
Alternative Placement For Housing Juveniles		<u>4,659</u>
Total federal subgrants	<u>\$ 15,797</u>	<u>\$ 21,249</u>
Family Development Services		
Client fees	\$ 40,220	\$ 32,914
Winn Parish workshop fees	<u>2,290</u>	<u>1,336</u>
Total family development	<u>\$ 42,510</u>	<u>\$ 34,250</u>
Training fees	<u>\$ 16,813</u>	<u>\$ 830</u>

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL FIXED ASSETS
STATEMENTS OF FINANCIAL POSITION IN NET ASSETS
As of December 31, 1996 and 1995

	<u>1996</u>	<u>1995</u>
ASSETS		
Automobiles and buses	\$ 353,811	\$ 328,896
Tractors and ground equipment	108,731	106,579
Furniture, fixtures and equipment	894,402	920,585
Building and improvements	5,023,631	4,674,285
Land and land improvements	<u>93,220</u>	<u>93,220</u>
	\$ 6,573,795	\$ 6,123,465
Less: Accumulated depreciation	<u>(2,730,177)</u>	<u>(2,487,938)</u>
	<u>\$ 3,843,618</u>	<u>\$ 3,635,527</u>
INVESTMENT IN GENERAL FIXED ASSETS		
Fund Balance - General Fixed Assets	<u>\$ 3,843,618</u>	<u>\$ 3,635,527</u>

The accompanying notes are an
integral part of this statement.

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND DETAIL
STATEMENTS OF ACTIVITIES

For The Years Ended December 31, 1996 and 1995

	<u>1996</u>	<u>1995</u>
EXPENSES (Cont'd)		
Residential Group Care (Cont'd)		
Recreational		
Salaries	\$ 80,031	\$ 57,549
Payroll taxes	3,997	4,282
Employer benefits	2,896	3,031
Supplies	2,580	2,860
Activities fund	3,195	1,452
House activities fund	2,581	1,148
	<u>\$ 92,271</u>	<u>\$ 70,322</u>
Total recreational		
Consultants		
Psychiatrist	\$ 19,150	\$ 15,700
Psychologist	3,510	3,060
Physician	3,200	58
Medical records	153	1,580
	<u>\$ 26,023</u>	<u>\$ 20,398</u>
Total consultants		
TOTAL RESIDENTIAL GROUP CARE	<u>\$ 1,300,263</u>	<u>\$ 1,137,935</u>
Educational Services		
Salaries	\$ 145,585	\$ 121,912
Payroll taxes	10,397	8,971
Employer benefits	16,441	15,712
Supplies	3,129	3,711
Printing		108
Training	5,982	5,552
Miscellaneous	1,628	1,584
	<u>\$ 183,152</u>	<u>\$ 157,428</u>
TOTAL EDUCATIONAL SERVICES		
Religious Education		
Salaries	\$ 38,209	\$ 33,646
Employer benefits	14,043	13,763
Housing allowance	10,800	10,800
Chapel - Sunday offering		(75.)
Supplies	1,797	2,169
Activities	1,466	701
Training		400
Contractual services	800	800
Travel	154	1,170
	<u>\$ 67,269</u>	<u>\$ 63,772</u>
TOTAL RELIGIOUS EDUCATION		

FRAZER, MINCHEM, ROBINSON, GARDNER and LANGSTON
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**INDEPENDENT AUDITORS' REPORT ON
THE SUPPLEMENTARY DATA**

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

The accompanying schedule of functional revenue and support, and expenses is presented for supplementary analysis purposes and is not considered necessary for a fair presentation of the basic financial statements. Our examination of the basic financial statements for the years ended December 31, 1996 and 1995, which are presented in the first section of this report, was made for the primary purpose of formulating an opinion on those statements. This additional information has been subjected to the auditing procedures applied in the audit of the basic financial statements.

In our opinion, all of the other supplementary financial information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Fraser, Minchem, Robinson, Gardner and Langston

February 12, 1997

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 5 - 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. Revenues from this service totaled \$2,725,641 and \$2,194,810 for 1996 and 1995, 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 6 - 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 federal or state 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 classify these allocated portions as independent living services expenditures for financial statement purposes.

NOTE 7 - COMMITMENTS AND CONTINGENCIES

Louisiana United Methodist Children and Family Services, Inc. is committed on a construction contract dated October 2, 1996 with a contract price of \$946,219 of which \$254,630 has been paid or recorded as accounts payable.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 4 - 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 obtainable are carried at cost. A recap of such debt and equity securities is as follows:

	1996	1995
Local Investment Fund		
Certificates of deposits - restricted	\$ 64,196	\$ 64,524
Equity securities - cost	38,221	38,321
Dividends received - Local Investment Fund	7,753	5,172
Endowment Fund - market		
Cash equivalents	\$ 535,268	\$ 281,403
U.S. Government bonds and notes	2,760,781	3,329,875
U.S. Government agencies	734,942	606,694
Corporate bonds and notes	2,479,131	2,351,668
Foreign bonds and notes	294,226	217,299
Mortgages and notes		50,991
Equity securities	13,268,784	16,798,611
Accrued interest and re-dividends	90,625	107,353
	\$ 20,154,757	\$ 17,972,616
Net Income For Years - Endowment Fund		
Interest	\$ 381,308	\$ 430,512
Dividends	289,425	273,741
Realized and unrealized gains and losses	2,381,575	2,844,663
	\$ 3,052,339	\$ 3,548,916

In 1993, the Organization received a bequest from the Estate of Louise Belle 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 and temporarily restricted net assets.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 2 - CHANGE IN ACCOUNTING PRINCIPLES

In 1993, Louisiana United Methodist Children and Family Services, Inc. elected to adopt 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. This reclassification had no effect on the change in net assets for 1995.

In 1993, Louisiana United Methodist Children and Family Services, Inc. elected to adopt Statement of Financial Accounting Standards (SFAS) No. 124, Accounting for Certain Investments Held by Not-for-Profit Organizations early. Under SFAS No. 124, the Organization is required to account for investment in equity securities with readily determinable fair values and all investments in debt securities at fair value in the statement of financial position. The cumulative effect of this change is reported in the Statement of Activities.

Change in Accounting Method

In 1995, Louisiana United Methodist Children and Family Services, Inc. elected to change from the cash method to the accrual method of accounting for financial reporting purposes. The cash basis of accounting is a comprehensive basis of accounting other than generally accepted accounting principles. A change from an unacceptable accounting principle to a generally accepted one is considered a correction of an error for financial reporting purposes. The net effect of this change is beginning net assets is as follows:

Operating Fund	\$ 146,207
Local Investment Fund	23,556
Endowment Fund	150,033
General Fixed Assets	<u> </u>
	<u>\$ 319,796</u>

NOTE 3 - 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 employee gross earnings. Contribution by the Corporation totals \$66,333 for 1996 and \$56,265 for 1995.

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.

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 interests in testamentary trusts; these net assets are temporarily restricted by the donor until the trust matures at some future date.

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. The Organization has not received any promises to give.

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.

LOUISIANA UNITED METHUENIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL FUND ASSETS
STATEMENTS OF ACTIVITIES
For The Years Ended December 31, 1996 and 1995

	<u>1996</u>	<u>1995</u>
EXPENSES		
Provision for depreciation	\$ 251,239	\$ 245,766
EXCESS OF EXPENSES OVER REVENUE	\$ (251,239)	\$ (245,766)
ACQUISITION OF PROPERTY AND EQUIPMENT WITH TRANSFERS FROM OTHER CURRENT FUNDS	<u>450,329</u>	<u>242,370</u>
CHANGE IN NET ASSETS	\$ 199,090	\$ (3,236)
NET ASSETS - BEGINNING OF YEAR	<u>3,635,528</u>	<u>3,638,664</u>
NET ASSETS - END OF YEAR	<u>\$ 3,834,618</u>	<u>\$ 3,635,528</u>

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, 1996 and 1995**

	<u>1996</u>	<u>1995</u>
UNRESTRICTED REVENUE AND SUPPORT		
Louise Howard Property	\$ 52,957	\$ 149,532
R.D. Webb Property	386,065	159,374
Sholly Property	26,521	22,648
Trust Funds	8,119	8,780
Gifts and bequests	18,751	768,762
Contributions and memorials	137,995	30,248
Interest income	1,120	1,180
Dividend income	7,753	5,172
Miscellaneous income	963	1,288
	<u>\$ 460,574</u>	<u>\$ 1,147,454</u>
Total revenue and support		
EXPENSES		
Administrative and general	\$ 71,740	\$ 12,332
Capital expenses	429,880	203,218
	<u>\$ 500,620</u>	<u>\$ 215,550</u>
Total expenses		
EXCESS OF REVENUE OVER EXPENSES	\$ (40,046)	\$ 931,614
OTHER CHANGES IN NET ASSETS		
Operating transfers	(26,222)	(85,000)
Transfer to Endowment Fund	(123,568)	(355,822)
Transfer from Endowment Fund	83,000	
	<u>\$ (110,156)</u>	<u>\$ 490,792</u>
CHANGE IN UNRESTRICTED NET ASSETS		
CHANGE IN TEMPORARILY RESTRICTED ASSETS		
Net realized and unrealized gain in investments	<u>88,276</u>	
INCREASE IN NET ASSETS	\$ (21,880)	\$ 490,792
NET ASSETS - BEGINNING OF YEAR - RESTATED	<u>1,201,249</u>	<u>710,457</u>
NET ASSETS - END OF YEAR	<u>\$ 1,179,369</u>	<u>\$ 1,201,249</u>

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, 1996 and 1995

	<u>1996</u>	<u>1995</u>
REVENUE		
Dividend income	\$ 359,425	\$ 273,741
Interest income	381,338	430,532
Realized and unrealized gain on investments	<u>2,881,575</u>	<u>2,644,663</u>
	<u>\$ 3,022,338</u>	<u>\$ 3,348,936</u>
EXPENSES		
Bank custody fees	\$ 25,840	\$ 26,349
Management fees	<u>97,748</u>	<u>87,705</u>
	<u>\$ 123,588</u>	<u>\$ 114,054</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	<u>\$ 2,898,750</u>	<u>\$ 3,234,882</u>
CUMULATIVE EFFECT OF A CHANGE IN ACCOUNTING	<u>\$ _____</u>	<u>\$ 161,066</u>
EXCESS OF REVENUE OVER EXPENSES AND CUMULATIVE EFFECT OF ACCOUNTING CHANGES	<u>\$ 2,898,750</u>	<u>\$ 3,173,796</u>
OTHER CHANGES IN NET ASSETS		
Operating transfers	(840,497)	(720,528)
Transfer from local investment fund	<u>123,588</u>	<u>355,822</u>
CHANGE IN UNRESTRICTED NET ASSETS	<u>\$ 2,181,841</u>	<u>\$ 2,809,090</u>
UNRESTRICTED NET ASSETS AT BEGINNING OF YEAR - RESTATED	<u>17,972,916</u>	<u>15,163,826</u>
UNRESTRICTED NET ASSETS AT END OF YEAR	<u>\$ 20,154,757</u>	<u>\$ 17,972,916</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, 1996 and 1995

	<u>1996</u>	<u>1995</u>
ASSETS		
Investments - The Southern Trust Company - custodian	<u>\$ 20,154,357</u>	<u>\$ 17,973,916</u>
NET ASSETS		
Unrestricted net assets	<u>\$ 20,154,357</u>	<u>\$ 17,973,916</u>

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, 1996 and 1995

	1996	1995
UNRESTRICTED RECEIPTS AND SUPPORT		
Contributions	\$ 345,998	\$ 320,631
Children's home offerings	15,161	41,314
Special events	3,402	2,684
Child care support	2,637,345	2,180,681
Independent living services	50,660	56,617
Other federal grants for child care	15,737	21,940
Family development services	42,460	34,250
Training fees	16,813	630
Trust funds	53,099	26,346
Louisiana Annual Conference		1,500
Interest income	2,895	3,040
Outdoor wilderness learning	2,813	330
Miscellaneous income	18,871	1,923
Total revenue and support	\$ 3,444,488	\$ 2,732,308
EXPENSES		
Administration and general	\$ 636,159	\$ 553,343
Plant operation and maintenance	390,589	332,939
Emergency shelter care	514,728	545,588
Residential group care	1,330,265	1,137,535
Educational services	183,354	157,478
Religious education	67,269	62,774
Family development services	185,312	145,500
Outreach and independent living services	91,977	100,466
Outdoor wilderness learning	15,608	10,073
Public relations and development	259,455	204,143
Capital expenditures	21,149	35,652
Armadis group care	303,760	159,347
Changing aggressive behavior program	388,737	
Total expenses	\$ 4,202,395	\$ 3,448,662
REVENUE OVER EXPENSES	\$ (757,907)	\$ (716,354)
NET ASSETS TRANSFERRED FROM OTHER FUNDS	\$ 786,719	\$ 609,528
INCREASE IN UNRESTRICTED NET ASSETS	\$ (61,188)	\$ 88,974
NET ASSETS AT BEGINNING OF YEAR	328,172	239,198
NET ASSETS AT END OF YEAR	\$ 266,984	\$ 328,172

The accompanying notes are an
integral part of this statement.

LOUISIANA UNITED MERCHANT CHILDREN
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND
STATEMENTS OF FINANCIAL POSITION
December 31, 1996 and 1995

ASSETS	1996	1995
Current assets		
Cash and cash equivalents	\$ 107,297	\$ 140,296
Accounts receivable	323,552	344,263
Prepaid expenses	38,270	49,272
Total Current Assets	<u>\$ 469,119</u>	<u>\$ 494,831</u>
LIABILITIES		
Current Liabilities		
Accounts payable	\$ 66,193	\$ 47,225
Accrued compensation	133,954	102,434
Total Current Liabilities	<u>\$ 200,147</u>	<u>\$ 149,659</u>
NET ASSETS		
Unrestricted net assets	<u>268,972</u>	<u>345,172</u>
Total Liabilities and Net Assets	<u>\$ 469,119</u>	<u>\$ 494,831</u>

The accompanying notes are an
integral part of this statement.

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR PROGRAM TRANSACTIONS**

To The Board of Directors
Louisiana United Methodist Children
and Family Services, Inc.
Baton Rouge, Louisiana

We have audited the financial statements of Louisiana United Methodist Children and Family Services, Inc. (a nonprofit organization) as of and for the years ended December 31, 1996 and 1995 and have issued our report thereon dated February 12, 1997.

We have also audited Louisiana United Methodist Children and Family Services, Inc.'s compliance with the requirements governing types of services allowed or unallowed; eligibility; matching; level of effort, or earmarking; reporting; special provisions; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major programs, which are identified in the accompanying schedule of federal awards, for the year ended December 31, 1996. The management of Louisiana United Methodist Children and Family Services, Inc. is responsible for the Organization's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audits of compliance with those requirements in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office Management and Budget Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Institutions." Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, Louisiana United Methodist Children and Family Services, Inc. complied, in all material respects, with the requirements governing types of services allowed or unallowed; eligibility; matching; level of effort, or earmarking; reporting; special provisions; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major programs for the years ended December 31, 1996 and 1995.

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, benevolence, literary, scientific, and charitable objectives and purpose. The Organization develops, administers and operates various residential and outpatient programs. These programs provide relative, therapeutic, educational, recreational and social services for the youth and their families.

Basis of Accounting and Financial Statement Presentation

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.

The accounts of the Organization are maintained in accordance with the principles of fund accounting. Under fund accounting, resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purpose. Separate accounts are maintained for each fund; however, in the accompanying financial statements, funds have been combined and presented for the Organization as a whole in accordance with the provisions of Statement of Financial Accounting Standards No. 137, "Financial Statements of Not-for-Profit Organizations".

Cash and Cash Equivalents

The Organization considers cash in operating bank accounts, cash on hand, certificates of deposits and U.S. Treasury Bills and other highly liquid debt instruments purchased 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.

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors
Louisiana United Methodist Children
and Family Services, Inc.
Monroe, Louisiana

We have audited the financial statements of Louisiana United Methodist Children and Family Services, Inc. (a nonprofit organization) as of and for the years ended December 31, 1996 and 1995 and have issued our report thereon dated February 12, 1997.

We conducted our audits 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.

In planning and performing our audits of the financial statements of Louisiana United Methodist Children and Family Services, Inc. for the years ended December 31, 1996 and 1995, 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.

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 the internal control structure and its operation that we consider to be material weaknesses as defined above.

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND DETAIL
STATEMENTS OF ACTIVITIES

For The Year Ended December 31, 1996 and 1995

EXPENSES (Cont'd)	<u>1996</u>	<u>1995</u>
Arcadia Group Care (Cont'd)		
Plant and operation		
Contracts - outside service	\$ 150	\$ 200
Maintenance - building and grounds	18	191
Repairs - building and grounds	1,570	36
Supplies	58	846
Utilities	6,844	4,350
Miscellaneous	98	
Lease of building	<u>19,892</u>	<u>17,728</u>
Total plant and operation	<u>\$ 28,538</u>	<u>\$ 23,547</u>
Dietary		
Salaries - cooks	\$ 5,448	\$ 5,336
Payroll taxes	439	378
Food	12,646	13,906
Miscellaneous	28	
Supplies	<u>6</u>	<u>627</u>
Total dietary	<u>\$ 18,767</u>	<u>\$ 20,247</u>
Laundry and linen		
Supplies	\$ 500	\$ 699
Linen and bedding	389	817
Contract services	<u>90</u>	
Total laundry and linen	<u>\$ 1,026</u>	<u>\$ 1,462</u>
Housekeeping		
Supplies	\$ 2,255	\$ 2,790
Contracts - outside service		50
Miscellaneous	<u>30</u>	<u>382</u>
Total housekeeping	<u>\$ 2,285</u>	<u>\$ 3,172</u>
Personal client needs		
Clothing	\$ 2,809	\$ 1,369
Allowances	2,036	1,420
Transportation	434	
Personal hygiene	<u>341</u>	<u>345</u>
Total personal client needs	<u>\$ 5,680</u>	<u>\$ 3,034</u>

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH SPECIFIC
REQUIREMENTS APPLICABLE TO NONMAJOR PROGRAM TRANSACTIONS**

To The Board of Directors
Louisiana United Methodist Children
and Family Services, Inc.
Baton Rouge, Louisiana

We have audited the financial statements of Louisiana United Methodist Children and Family Services, Inc. (a nonprofit organization) as of and for the years ended December 31, 1996 and 1995, and have issued our report thereon dated February 12, 1997.

In connection with our audits of the financial statements of Louisiana United Methodist Children and Family Services, Inc., and with our consideration of the Organization's control structure used to administer federal awards, as required by Office of Management and Budget Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Institutions," we selected certain transactions applicable to certain nonmajor programs for the years ended December 31, 1996 and 1995. As required by Circular A-133, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed; eligibility; federal financial reports and claims for advances and reimbursements, and applicable special requirements that are applicable to those transactions.

Our procedures for testing compliance with the specific requirements applicable to the nonmajor programs which are listed in the preceding paragraph were substantially less in scope than an audit, the objective of which is the expression of an opinion on Louisiana United Methodist Children and Family Services, Inc.'s compliance with the requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed above. With respect to items not tested, nothing came to our attention that caused us to believe that Louisiana United Methodist Children and Family Services, Inc. had not complied, in all material respects, with those requirements.

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

Page 4

COMBINED STATEMENTS OF CASH FLOWS
For The Years Ended December 31, 1996 and 1995

	1996	1995
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from services	\$ 2,082,999	\$ 2,304,770
Cash received from contributions	538,143	673,303
Income from trust funds	49,991	27,802
Interest received	418,787	462,368
Dividends received	258,896	274,234
Receipts from investment properties	278,344	324,139
Miscellaneous receipts	4,587	2,710
Cash paid to employees and suppliers	<u>(4,418,687)</u>	<u>(3,518,660)</u>
Net cash provided by operating activities	\$ 96,440	\$ 580,682
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	\$ 24,210,311	\$ 28,027,434
Purchase of investments	(23,884,876)	(28,094,483)
Purchase of property and equipment	<u>(319,653)</u>	<u>(292,328)</u>
Net cash used in investing activities	\$ 205,682	\$ (309,377)
INCREASE IN CASH AND CASH EQUIVALENTS	\$ 292,122	\$ 271,305
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>429,650</u>	<u>157,282</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 721,772</u>	<u>\$ 428,587</u>
RECONCILIATION OF CHANGE IN NET ASSETS TO CASH PROVIDED BY OPERATING ACTIVITIES		
Change in net assets	\$ 2,297,841	\$ 3,383,520
Net assets to net cash provided		
Depreciation	351,299	345,706
Increase in receivables	(38,441)	3,295
Increase in prepaid expenses	4,002	(24,680)
Increase in payables and accrued expenses	41,650	44,176
Non-cash gifts and bequests		(488,421)
Realized and unrealized gain on investments	(2,469,851)	(2,644,668)
Cumulative effect of accounting change		61,066
Increase in discounts on investments		(1,317)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 96,440</u>	<u>\$ 580,682</u>

Supplemental disclosure of non-cash
investing and financing transactions:

During 1996 accounts payable were incurred of \$130,676
to purchase building and equipment.

The accompanying notes are an
integral part of this statement.

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

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH LAWS, REGULATIONS,
CONTRACTS AND GRANTS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

**SINGLE AUDIT REPORT ON THE INTERNAL CONTROL
STRUCTURE USED IN ADMINISTERING FEDERAL AWARDS**

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

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH SPECIFIC
REQUIREMENTS APPLICABLE TO MAJOR PROGRAM TRANSACTIONS**

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH SPECIFIC
REQUIREMENTS APPLICABLE TO NONMAJOR PROGRAM TRANSACTIONS**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY DATA
DECEMBER 31, 1986 AND 1985
AND
INDEPENDENT AUDITORS' REPORT**

Under provisions of state law, this report is a public document. A copy of the report is being submitted in line provided, or returned, to the head of the 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 APR 02 1987

The management of Louisiana United Methodist Children and Family Services, Inc. is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates 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 the 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.

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 the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of the audit committee, management, and the Louisiana Department of Social Services, Office of Community Services.

Brady, Minahan, Robinson, Gordon and Kuyper, CPAs

Monroe, Louisiana
February 12, 1997

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH LAWS,
REGULATIONS, CONTRACTS AND GRANTS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Board of Directors
Louisiana United Methodist Children
and Family Services, Inc.
Baton Rouge, Louisiana

We have audited the financial statements of Louisiana United Methodist Children and Family Services, Inc. (a nonprofit organization) as of and for the years ended December 31, 1996 and 1995 and have issued our report thereon dated February 12, 1997.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Organizations." These 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 Louisiana United Methodist Children and Family Services, Inc. is the responsibility of the organization's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of Louisiana United Methodist Children and Family Services, Inc.'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.

This report is intended for the information of the audit committee, management, and the Louisiana Department of Social Services, Office of Community Services.

Frazer, Minchiew, Robinson, Gardner and Langston

Monroe, Louisiana
February 12, 1997

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**SINGLE AUDIT REPORT ON THE INTERNAL CONTROL
STRUCTURE USED IN ADMINISTERING FEDERAL AWARDS**

To the Board of Directors
Louisiana United Methodist Children
and Family Services, Inc.
Baton, Louisiana

We have audited the financial statements of Louisiana United Methodist Children and Family Services, Inc. (a nonprofit organization) for the years ended December 31, 1996 and 1995 and have issued our report thereon dated February 12, 1997. We have also audited the Organization's compliance with requirements applicable to major programs and have issued our report dated February 12, 1997.

We conducted our audits in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and Office of Management and Budget (OMB) Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Institutions." Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement and about whether the Organization complied with laws and regulations, noncompliance with which would be material to a major program.

In planning and performing our audits for the years ended December 31, 1996 and 1995, we considered Louisiana United Methodist Children and Family Services, Inc.'s internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on Louisiana United Methodist Children and Family Services, Inc.'s financial statements and on its compliance with requirements applicable to major programs and to report on the internal control structure in accordance with OMB Circular A-133. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal programs and certain state programs. We have addressed internal control structure policies and procedures relevant to our audit of the financial statements in a separate report dated February 12, 1997.

The management of Louisiana United Methodist Children and Family Services, Inc. is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates 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, 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, and that federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance 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.

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering federal and certain state programs in the following categories: cash; investments; support, program service fees, and revenues; expenses for goods and services; payroll and related liabilities; property and equipment; and governmental financial assistance programs.

The controls over governmental financial assistance programs are further classified into controls over general and specific requirements using the following categories. The general requirements include: political activity; civil rights; cash management; federal financial reports; allowable cost; and administrative requirements. The specific requirements include: types of services allowed or unallowed; eligibility; matching; reporting; special provisions including criminal records check; claims for advances and reimbursement; and amounts claimed or used for matching.

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the years ended December 31, 1996 and 1995, Louisiana United Methodist Children and Family Services, Inc. had one major federal financial assistance program and expended all of its federal financial assistance under the following major and nonmajor federal financial assistance programs subprograms: Independent Living IV-E (major), and Violence Prevention (nonmajor).

We performed tests of controls, as required by OMB Circular A-133, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to the aforementioned major program, which is identified in the accompanying schedule of federal awards. In addition to the aforementioned federal program, we also performed similar tests that are applicable to nonmajor federal subprogram contracts with the State of Louisiana. Also included in our tests were the requirements that are applicable to contracts with the State of Louisiana, Department of Corrections and Office of Community Services. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

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 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 amounts that would be material in relation to a federal award program 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 structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of the audit committee, management, and the Louisiana Department of Social Services, Office of Community Services.

Deegan, Minahan, Robinson, Galtier and Langston
Mound, Louisiana
February 12, 1997

In accordance with Government Auditing Standards, we have also issued a report dated February 12, 1997, on our consideration of Louisiana United Methodist Children and Family Services, Inc.'s internal control structure and a report dated February 12, 1997, on its compliance with laws and regulations. February 12, 1997.

Raymond W. Minahan, Robinson, Spitzer and Longstrech

Monroe, Louisiana
February 12, 1997

This report is intended for the information of the audit committee, management, and the Louisiana Department of Social Services, Office of Community Services.

Blayne M. ...

Monroe, Louisiana

February 12, 1997

This report is intended for the information of the audit committee, management, and the Louisiana Department of Social Services, Office of Community Services.

Gregory M. ... Robinson, ... and ...

Monroe, Louisiana
February 12, 1999

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

FINANCIAL STATEMENTS AND
SUPPLEMENTARY DATA
DECEMBER 31, 1998 AND 1995
AND
INDEPENDENT AUDITORS' REPORT

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

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INDEPENDENT AUDITORS' COMBINED REPORT
ON THE BASIC FINANCIAL STATEMENTS AND THE
SCHEDULE OF FEDERAL AWARDS

Board of Directors
Louisiana United Methodist Children
and Family Services, Inc.
Baton Rouge, Louisiana

We have audited the accompanying statements of financial position, of the Louisiana United Methodist Children and Family Services, Inc. (a nonprofit organization) as of December 31, 1996 and 1995, 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, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Organizations." Those 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 statements of financial position of Louisiana United Methodist Children and Family Services, Inc. as of December 31, 1996 and 1995, and its changes in net assets and cash flows for the years then ended in conformity with generally accepted accounting principles.

As discussed in Note 2 to the financial statements, in 1995 the Organization changed its method of accounting for contributions and its method of financial reporting and financial statement presentation.

Our audits were made for the purpose of forming an opinion on the basic financial statements of Louisiana United Methodist Children and Family Services, Inc. taken as a whole. The accompanying schedule of federal awards and the schedule of functional expenses are presented for purposes of additional analysis and are 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 presented in all material respects in relation to the basic financial statements taken as a whole.

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

To The Board of Directors
Louisiana United Methodist Children
and Family Services, Inc.
Monroe, Louisiana

We have audited the financial statements of Louisiana United Methodist Children and Family Services, Inc. (a nonprofit organization) as of and for the years ended December 31, 1996 and 1995 and have issued our report thereon dated February 12, 1997.

We have applied procedures to test Louisiana United Methodist Children and Family Services, Inc.'s compliance with the following requirements applicable to its federal awards programs, which are identified in the accompanying schedule of federal awards, for the year ended December 31, 1996: political activity, civil rights, cash management, federal financial reports, allowable cost and administrative requirements.

Our procedures for testing compliance with the general requirements that are listed in the preceding paragraph were limited to the applicable procedures described in the Office of Management and Budget's "Compliance Supplement for Audits of Institutions of Higher Learning and Other Nonprofit Institutions". Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on Louisiana United Methodist Children and Family Services, Inc.'s compliance with the requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed above. With respect to items not tested, nothing came to our attention that caused us to believe that Louisiana United Methodist Children and Family Services, Inc. had not complied, in all material respects, with those requirements.

This report is intended for the information of the audit committee, management, and the Louisiana Department of Social Services, Office of Community Services.

Barry C. Trazier, Jr., Robinson, Gardner and Langston

Monroe, Louisiana
February 12, 1997

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

Page 3

**COMBINED STATEMENTS OF ACTIVITIES
For The Years ending December 31, 1996 and 1995**

	General Operating Fund	Endowment Fund	Local Investment Fund	General Fund Assets	Total All Funds 1996	Total All Funds 1995
UNRECORDED TO SUPPORT AND SERVICES						
Contributions	\$ 243,000	\$	\$ 107,000	\$	\$ 350,000	\$ 350,000
Children's book offerings	15,000				15,000	15,000
Gifts and bequests			10,714		10,714	156,188
DMH case support	2,075,145				2,075,145	2,180,688
Independent living services	90,000				90,000	90,000
Other related grants for child care	15,141				15,141	20,240
Family development services	42,800				42,800	194,280
Trust funds	13,000		6,119		19,119	30,100
Louisiana Annual Conference						1,500
Interest income	2,400	281,339	1,000		304,739	499,701
Dividend income		204,425	7,700		212,125	479,891
Miscellaneous	4,100		900		5,000	7,700
Net realized and unrealized gain on investments		2,744,874			2,744,874	2,669,688
Other investment income						330,100
	<u>\$ 3,000,000</u>	<u>\$ 3,000,000</u>	<u>\$ 89,024</u>	<u>\$</u>	<u>\$ 6,000,024</u>	<u>\$ 7,339,688</u>
EXPENSES						
Administrative and general	\$ 692,100	\$ 103,000	\$ 71,740	\$	\$ 866,840	\$ 879,100
Plan (retiree and maintenance)	300,000				300,000	344,000
Travel (operating and related)	914,700				914,700	1,010,000
Intergovernmental group care	1,800,000				1,800,000	1,127,000
Intergovernmental services	300,000				300,000	375,000
Religious education	47,000				47,000	63,700
Early development services	660,000				660,000	140,000
Outreach and independent living	63,000				63,000	100,000
Outreach - interrelated housing	15,000				15,000	10,000
Public relations and development	600,000				600,000	369,100
Special group care	320,700				320,700	183,400
Changing transition (infants)	340,700				340,700	
Fees/rent for depreciation				201,200	201,200	263,700
	<u>\$ 6,271,000</u>	<u>\$ 133,000</u>	<u>\$ 71,740</u>	<u>\$ 201,200</u>	<u>\$ 6,776,000</u>	<u>\$ 7,736,000</u>
NET ASSETS (LIABILITIES) OF PERIODS UNDER EXAMINATION						
	\$ (64,000)	\$ 1,400,000	\$ 99,000	\$ (201,200)	\$ 1,200,000	\$ 1,400,000
CUMULATIVE EFFECT OF AN ACCOUNTING CHANGE (PART 1)						
						(61,000)
CHANGE IN NET ASSETS BY ASSETS FROM OPERATIONS						
	\$ (60,000)	\$ 1,400,000	\$ 99,000	\$ (201,200)	\$ 1,200,000	\$ 1,400,000
OTHER CHANGES IN NET ASSETS						
Property and equipment acquisition and transfer	23,100		100,000	49,000		
Operating transfers	190,700	(340,000)	50,000			
Administrative transfers		10,000	(100,000)			
	<u>\$ (4,200)</u>	<u>\$ 2,180,000</u>	<u>\$ (10,000)</u>	<u>\$ 99,000</u>	<u>\$ 1,200,000</u>	<u>\$ 1,400,000</u>
CHANGE IN TEMPORARILY RESTRICTED NET ASSETS (net realized and unrealized gain on investments)						
			80,000		80,000	
DECREASE IN NET ASSETS						
	\$ (4,200)	\$ 2,180,000	\$ (10,000)	\$ 99,000	\$ 1,200,000	\$ 1,400,000
NET ASSETS - BEGINNING OF YEAR						
	308,100	17,071,000	1,301,000	1,400,000	21,080,100	21,750,100
NET ASSETS - END-OF YEAR						
	<u>\$ 303,900</u>	<u>\$ 20,251,000</u>	<u>\$ 1,291,000</u>	<u>\$ 1,500,000</u>	<u>\$ 22,445,900</u>	<u>\$ 23,150,100</u>

The accompanying notes are an integral part of this statement.

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

**COMBINED STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 1996 AND 1995**

	Current Operating Fund	Endowment Fund	Lead Investment Fund	General Fund Asset	Total 1996	Total 1995
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 107,287	\$ 181,368	\$ 79,698	\$	\$ 368,353	\$ 401,090
Accounts receivable	104,844		97,698		309,240	304,588
Prepaid expenses	35,270				35,270	40,133
Total current assets	\$ 247,399	\$ 181,368	\$ 177,396	\$	\$ 606,163	\$ 745,811
Long-Term Investments						
Certificates of deposit - secured	\$	\$ 18,476,689	\$ 41,198	\$	\$ 18,526,076	\$ 18,526,076
Stocks, bonds and notes			38,200		38,200	37,794,774
Investment property			821,000		821,000	821,000
Trust funds - retained			371,737		371,737	494,738
Total long-term investments	\$	\$ 18,495,186	\$ 498,135	\$	\$ 19,093,328	\$ 19,882,618
Property and Equipment						
Land and improvements	\$	\$	\$	\$ 43,200	\$ 43,200	\$ 43,200
Property, plant and equipment less: Accumulated depreciation				6,488,076	6,488,076	6,488,086
				(2,733,073)	(2,733,073)	(2,487,028)
Total property and equipment	\$	\$	\$	\$ 3,754,926	\$ 3,754,926	\$ 3,954,258
Total assets	\$ 497,198	\$ 20,076,757	\$ 1,625,531	\$ 3,829,326	\$ 24,939,812	\$ 24,939,812
LIABILITIES						
Current Liabilities						
Accounts payable	\$ 44,761	\$	\$ 128,884	\$	\$ 173,645	\$ 173,645
Accrued compensation	113,894				113,894	104,534
Total current liabilities	\$ 158,655	\$	\$ 128,884	\$	\$ 287,549	\$ 278,179
Net assets						
Endowment	\$ 245,061	\$ 20,158,757	\$ 548,488	\$ 3,829,326	\$ 24,781,632	\$ 24,558,616
Temporarily restricted			607,043		607,043	343,648
Total net assets	\$ 245,061	\$ 20,158,757	\$ 1,155,531	\$ 3,829,326	\$ 24,781,632	\$ 24,902,264
Total Liabilities and Net Assets	\$ 702,859	\$ 20,158,757	\$ 1,781,062	\$ 3,829,326	\$ 24,939,812	\$ 24,939,812

The accompanying notes are an integral part of this statement.

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

LOCAL INVESTMENT FUND - DETAIL
As of December 31, 1996 and 1995

OTHER PROPERTIES

	<u>1996</u>	<u>1995</u>
R. D. SHELLEY PROPERTY		
Elderhatch Plantation, Texas Parish, Louisiana, mineral rights (1/2 of 3/4 interest)	\$ 1	\$ 1
Macondo Plantation, Texas Parish, Louisiana, mineral rights (1/2 interest)	<u>800</u>	<u>800</u>
	<u>\$ 801</u>	<u>\$ 801</u>
L. V. VAN LANDINGHAM PROPERTY		
Mineral rights, Claiborne Parish, Louisiana	<u>\$ 100</u>	<u>\$ 100</u>
LORNAE HOWARD PROPERTY		
1,058.1 acres more or less located in Township 18 and 19, Lincoln Parish, Louisiana	\$	\$
Oil and gas production, DeCade Parish, Louisiana, (Atlantic-Richfield)		
Oil, gas and mineral interest in Shelby County, Texas 6/326.25 of oil and gas minerals, lands in T 20 N, R 3 W, Lincoln Parish, Louisiana (136.25 acres, more or less)		
686.33 acres more or less being part of Sections 10, 11 14, 15, and 28 of T 19 N, R 4 W, Lincoln Parish, Louisiana		
One acre tract in the S 1/2 of NE 1/4, Section 15, T 20 N, R 3 W, Lincoln Parish, Louisiana		
Value of intangible property in estate inventory	1,007	1,007
Mineral interest	<u>462,008</u>	<u>462,008</u>
Real estate		
	<u>\$ 463,015</u>	<u>\$ 463,015</u>
A. P. WHITE PROPERTY		
106.51 acres more or less located in Township 18 North, Range 13 West Bossier Parish, Louisiana	<u>\$ 52,000</u>	<u>\$ 52,000</u>

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUNDS DETAIL
STATEMENTS OF ACTIVITIES
For The Years Ended December 31, 1996 and 1995

EXPENSES (Cont'd)	<u>1996</u>	<u>1995</u>
Arcadia Group Care (Cont'd)		
Medical and nursing		
Medical supplies	\$ 205	\$ 14
Total medical and nursing	<u>\$ 205</u>	<u>\$ 14</u>
Therapeutic and training		
Salaries - social worker	\$ 37,228	\$ 31,423
Salaries - child care staff	68,279	54,705
Employee benefits	2,173	5,403
Payroll taxes	9,574	6,519
Therapeutic supplies		438
Security checks	<u>884</u>	<u>91</u>
Total therapeutic and training	<u>\$ 137,438</u>	<u>\$ 100,672</u>
Recreational		
Supplies	\$ 94	\$ 308
Activities fund	<u>203</u>	<u>488</u>
Total recreational	<u>\$ 297</u>	<u>\$ 696</u>
Educational		
Supplies and tutorial	\$ 648	\$ 211
Total educational	<u>\$ 648</u>	<u>\$ 211</u>
TOTAL ARCADIA GROUP CARE	<u>\$ 203,768</u>	<u>\$ 158,342</u>
Changing Aggressive Behavior		
Dietary		
Salaries	\$ 11,665	\$
Payroll taxes	813	
Food	14,824	
Supplies	<u>71</u>	
Total dietary	<u>\$ 27,373</u>	<u>\$ 0</u>
Laundry and linen		
Supplies	\$ 346	\$
Linen and bedding	237	
Outside services	<u>8</u>	
Total laundry and linen	<u>\$ 591</u>	<u>\$ 0</u>

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

LOCAL INVESTMENT FUND - DETAIL
As of December 31, 1996

OTHER PROPERTIES

R. D. WEBB PROPERTY

One acre lot, Plat #1640, Tract 55, Caddo Parish, Louisiana (1/2 interest)	\$	20
West one acre of S 1/2 of SE 1/4 of SW 1/4 of SW 1/4, Section 2, T 20 N, R 18 W, Caddo Parish, Louisiana (1/2 interest)		20
Lots 400 to 440 inclusive, Tri-State Oil Company Subdivision, Caddo Parish, Louisiana (1/2 interest)		50
Union Mill Dump and Tippitt Dump, Fremont County, Colorado (1/2 interest)		1
Appraised at \$625.00 in estate inventory		1
the Mine, Carter County, Colorado (1/2 interest)		1
Appraised at \$1,045.00 in estate inventory		1
Overriding royalty on oil and gas under 640 acres, Cotton Valley Field, Webster Parish, Louisiana		1
Appraised at \$71,464.80 in estate inventory		1
Five mineral acres in SW 1/4 of NE 1/4, Section 14, T 21 N, R 10 W, Webster Parish, Louisiana		1
Appraised at \$1,699.45 in estate inventory		1
One-fourth mineral rights in 80 acres under John Smith Survey (160 acres) Brazos County, Texas		1
Appraised at \$50.00 in estate inventory		1
Overriding royalties under Coar-Hart, Coar-Griffin, Coar-Livingston, and Coar-Terry Surveys, Meriata County, Texas		1
Appraised at \$1,200.00 in estate inventory		1
Five-sixteenths mineral rights under 440 acres T and P Railway Company Survey, Glasscock County, Texas		1
Appraised at \$2,062.50 in estate inventory		1
	\$	<u>97</u>

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND
SUPPLEMENTARY SCHEDULE OF
FEDERAL FINANCIAL ASSISTANCE
For The Year Ended December 31, 1995

	Accrued Revenue 12/31/95	Cash Receipts 12/31/95	Accrued Revenue 12/31/96	Revenue Recognized 12/31/96	Expenses 12/31/96
Major Programs (CFDA 83.634)					
Department of Health and Human Services					
Passed Through the Louisiana Office of Community Services:					
Independent Living Program N-E Grant Fiscal Year Ended June 30, 1996 and 1997	\$ 27,825	\$ 104,351	\$ 13,833	\$ 90,622	\$ 118,058
Non Major Programs (CFDA 16.540)					
U. S. Department of Justice					
Passed Through the Louisiana Commission on Law Enforcement:					
Juvenile Justice and Delinquency Prevention Project					
Violence Prevention Program Grant Fiscal Year Ended					
December 31, 1995 (95-J1-45-0218)	\$ 4,575	\$ 4,575	\$	\$	\$
December 31, 1996 (96-J1-45-0221)	\$	\$ 2,723	\$ 13,816	\$ 15,727	\$ 15,737
Counseling Program Grant Fiscal Year Ended					
June 30, 1995 (94-J1-43-0221)					
SUBTOTAL, NONMAJOR PROGRAMS	\$ 4,575	\$ 7,298	\$ 13,636	\$ 15,727	\$ 31,474
TOTAL FEDERAL FINANCIAL ASSISTANCE	\$ 32,400	\$ 111,649	\$ 27,469	\$ 106,349	\$ 149,532

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND DETAIL
STATEMENTS OF ACTIVITIES

For The Years Ended December 31, 1996 and 1995

EXPENSES (Cont'd)	<u>1996</u>	<u>1995</u>
Changing Aggressive Behavior (Cont'd)		
Housekeeping		
Salaries	\$ 3,790	\$
Payroll taxes	380	
Supplies	1,849	
Miscellaneous	32	
Total housekeeping	<u>\$ 5,951</u>	<u>\$ 0</u>
Personal client needs		
Allowances	\$ 1,513	\$
Personal hygiene	273	
Christmas and birthdays	75	
Clothing	2,150	
Other	6	
Total personal client needs	<u>\$ 3,987</u>	<u>\$ 0</u>
Medical and nursing		
Medical services routine	\$ 38	\$
Medical supplies	859	
Total medical and nursing	<u>\$ 897</u>	<u>\$ 0</u>
Therapeutic and training		
Salaries - social workers	\$ 103,666	\$
Salaries - child care	212,898	
Payroll taxes	21,979	
Employee benefits	10,971	
Supplies	1,433	
Security checks	156	
Other	106	
Total therapeutic and training	<u>\$ 351,209</u>	<u>\$ 0</u>
Recreational		
Supplies	\$ 183	\$
Activities	560	
Total recreational	<u>\$ 743</u>	<u>\$ 0</u>
TOTAL CHANGING AGGRESSIVE BEHAVIOR	<u>\$ 390,737</u>	<u>\$ 0</u>
TOTAL EXPENSES	<u>\$ 4,282,395</u>	<u>\$ 3,440,863</u>

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

LOCAL INVESTMENT FUND - DETAIL
For The Years Ended December 31, 1995 and 1996

STATEMENT OF ACTIVITIES - DETAIL

	1995	1996
WILLS AND BEQUESTS		
Louise Bailey Leake	\$	\$ 484,725
Lillian McLeod		180,057
J.H. Phares		100,000
Mary P. Bell		4,000
Werner Amstein	200	
Clarice Liggins	5,000	
Rev. Bessie Holley	5,000	
Viola T. Green	5,000	
Howard Estate	8,551	
	<u>\$ 18,751</u>	<u>\$ 768,783</u>
MEMORIALS AND CONTRIBUTIONS		
Edward E. Efferson	\$	\$ 20,000
Mr. and Mrs. Chris Brenner		10,000
Pastoral Care	36	248
Mr. and Mrs. Randy Ewing	10,000	
Ruthing Pope Trust	358	
Coughlin Saunders Foundation	2,000	
James and Janis Perice	68,244	
Dr. Paul Davis, Jr.	32,615	
Mr. Stephen R. Herbel	1,000	
Mr. H. Whitney Boggs, Jr.	500	
Mr. and Mrs. Bryan W. Teekell	12,500	
Mr. Jerry Webb	10,000	
	<u>\$ 137,365</u>	<u>\$ 30,248</u>

LOUISIANA UNITED METHODIST CHILDREN
AND FAMILY SERVICES, INC.

STATEMENT OF CHANGES IN GENERAL FIXED ASSETS
For The Year Ended December 31, 1995

	Land	Buildings and Improvements	Autos, Furniture, and Equipment	Total
GENERAL FIXED ASSETS - BEGINNING OF YEAR	\$ 93,220	\$ 4,674,285	\$ 1,355,961	\$ 6,123,466
<i>Additions</i>				
General Operating Fund	\$	\$ 2,904	\$ 18,225	\$ 21,149
Local Investment Fund		345,482	82,758	428,180
Total additions	\$	\$ 348,386	\$ 100,983	\$ 450,129
<i>Retirements</i>				
General Fixed Assets	\$	\$	\$	\$
TOTAL BALANCES AND ADDITIONS	\$ 93,220	\$ 5,022,671	\$ 1,456,944	\$ 6,572,795
GENERAL FIXED ASSETS - END OF YEAR				\$ 6,572,795