

CANCER SURVIVORS' FUND

AUDIT REPORT

**FOR AND AS OF THE YEAR ENDED
DECEMBER 31, 2003**

PREPARED BY:

**JOHN R. LEAVINS, CPA
AUGUST 15, 2004**

**Cancer Survivors' Fund
Audit Report
For and As Of the Year Ended
December 31, 2003**

Prepared by:
John Leavins, CPA

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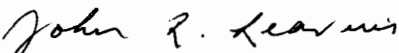
INDEPENDENT AUDITOR'S REPORT

Cancer Survivors' Fund
Missouri City, TX

I have audited the accompanying statement of financial position of Cancer Survivors' Fund (a nonprofit organization) as of December 31, 2003 and the financial statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of Cancer Survivors' Fund's management. My responsibility is to express an opinion on these financial statements based on the audit.

I conducted the audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Cancer Survivors' Fund as of December 31, 2003, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.



John R. Leavins, CPA

August 15, 2004

Cancer Survivors' Fund
Statement of Financial Position
December 31, 2003

ASSETS

Cash - Checking	<u>\$764</u>
Total Current Assets	<u>\$764</u>
Total Assets	<u><u>\$764</u></u>

LIABILITIES & FUND BALANCE

Liabilities	\$0
Fund Balance	<u>764</u>
Total Liabilities & Fund Balance	<u><u>\$764</u></u>

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

Cancer Survivors' Fund
Statement of Financial Position
December 31, 2003

ASSETS

Cash - Checking	<u>\$764</u>
Total Current Assets	<u>\$764</u>
Total Assets	<u><u>\$764</u></u>

LIABILITIES & FUND BALANCE

Liabilities	\$0
Fund Balance	<u>764</u>
Total Liabilities & Fund Balance	<u><u>\$764</u></u>

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

Cancer Survivor's Fund
Statement of Functional Expenses
For the Year Ended December 31, 2003

	<u>Program Services</u>	<u>Supporting Services</u>	<u>Fundraising</u>	<u>Total</u>
Bank Charges		657		\$657
Donations	1,422			1,422
Information Systems	2,644			2,644
Medical Assistance	4,032			4,032
Meetings	177			177
Office Expenses		670	2,831	3,501
Professional Fees		500		500
Promotional Exp.			2,243	2,243
Special Events	6,845			6,845
Student Assistance	5,987			5,987
Telephone	842	842		1,684
Tuition for Students	8,061			8,061
	<u>8,061</u>	<u> </u>	<u> </u>	<u>8,061</u>
TOTAL EXPENSES	<u><u>\$30,010</u></u>	<u><u>\$2,669</u></u>	<u><u>\$5,074</u></u>	<u><u>\$37,753</u></u>

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

**Cancer Survivors' Fund
Statement of Cash Flows
For the Year Ended December 31, 2003**

Operating Activities:

Cash Flow From Operating Activities:	
Excess Expenditures Over Revenues	<u>(\$2,175)</u>
Net Cash Used by Operating Activities	(2,175)
Beginning Cash Balance	2,939
Ending Cash Balance	<u><u>\$764</u></u>

The accompanying notes are an integral part of these statements.

Cancer Survivors' Fund
Notes to Financial Statements
December 31, 2003

1. Nature of Activities

Cancer Survivors' Fund is a nonprofit organization that provides scholarships and prosthetic limbs and is supported primarily through the generosity of contributors.

2. Significant Accounting Policies and Other Information

Summary of Significant Accounting Policies

The summary of significant accounting policies of Cancer Survivors' Fund is presented to assist in understanding the financial statements. The financial statements and notes are representations of Cancer Survivors' Fund management, which is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

Basis of Accounting - Basis of accounting refers to the time period when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The basis of accounting used by the entity is the accrual basis. Revenues are recognized when they become measurable and available as current assets. Expenditures are recognized when they are incurred.

The accounting policies of the organization conform to generally accepted accounting principles.

3. Financial Statement Presentation

Cancer Survivors' Fund has adopted 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.

4 Current Assets

Current Assets are cash and other assets expected to be converted into cash, sold, or consumed in one year or the operating cycle of the business, whichever is longer. Cash is the only current asset owned by the Organization.

5. Cash and Cash Equivalents

The Organization defines cash equivalents as highly liquid investments having an original maturity of ninety days or less. The Organization had no cash equivalents as of December 31, 2003.

6. Revenue Recognition

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

7. Income Taxes

Cancer Survivors' Fund is a non-profit, tax-exempt entity. It is exempt from federal income tax under section 501 (c) (3) of the Internal Revenue Code. Accordingly, no provision for income taxes is included in the financial statements.

8. Functional Allocation of Expenses

The costs of providing programs and activities of the Organization have been summarized on a functional basis in the statement of activities. Accordingly, certain cost have been allocated between program services and supporting services.

9. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of American often requires management to make estimates and assumptions that affect certain reported amounts and disclosures.