

**CANCER SURVIVORS' FUND**

**AUDIT REPORT**

**FOR AND AS OF THE PERIOD ENDED  
MARCH 31, 2004**

**PREPARED BY:**

**JOHN R. LEAVINS, CPA  
FEBRUARY 10, 2005**

**Cancer Survivors' Fund  
Audit Report  
For and As Of the Period Ended  
March 31, 2004**

Prepared by:  
John Leavins, CPA

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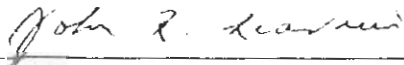
INDEPENDENT AUDITOR'S REPORT

Cancer Survivors' Fund  
Missouri City, TX

I have audited the accompanying statement of financial position of Cancer Survivors' Fund (a nonprofit organization) as of March 31, 2004 and the financial statements of activities, functional expenses and cash flows for the three month period 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 March 31, 2004, and the changes in its net assets and its cash flows for the three month period then ended in conformity with accounting principles generally accepted in the United States of America.

  
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John R. Leavins, CPA

February 10, 2005

**Cancer Survivors' Fund**  
**Statement of Financial Position**  
**March 31, 2004**

ASSETS

Cash - Checking	<u>\$889</u>
Total Current Assets	<u>\$889</u>
Total Assets	<u><u>\$889</u></u>

LIABILITIES & FUND BALANCE

Liabilities	\$0
Fund Balance	<u>889</u>
Total Liabilities & Fund Balance	<u><u>\$889</u></u>

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

**Cancer Survivors' Fund**  
**Statement of Activities**  
**For the Three Month Period Ended March 31, 2004**

Change in Unrestricted Net Assets:

Income:

General Contributions		<u>\$7,320</u>
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Total Income		\$7,320
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Expenditures:

Program Expenses		\$6,454
Supporting Services		
Management and general	\$541	
Fund-raising - general	<u>200</u>	<u>741</u>

Total Expenses		<u>7,195</u>
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Increase in Unrestricted Net Assets		125
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Net Assets, Beginning of Year		<u>764</u>
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Net Assets, End of Year		<u><u>\$889</u></u>
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The accompanying notes are an integral part of these financial statements.

**Cancer Survivor's Fund**  
**Statement of Functional Expenses**  
**For the Three-Month Period Ended March 31, 2004**

	<u>Program Services</u>	<u>Supporting Services</u>	<u>Fundraising</u>	<u>Total</u>
Bank Charges		235		\$235
Information Systems	230			230
Medical Assistance	620			620
Meetings	207	207		414
Promotional Exp.			200	200
Student Expenses	336			336
Telephone	99	99		198
Tuition for Students	<u>4,962</u>			<u>4,962</u>
 TOTAL EXPENSES	 <u>\$6,454</u>	 <u>\$541</u>	 <u>\$200</u>	 <u>\$7,195</u>

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

**Cancer Survivors' Fund  
Statement of Cash Flows  
For the Three Month Ended Period March 31, 2004**

Operating Activities:

Cash Flow From Operating Activities:	
Excess Revenues Over Expenditures	<u>\$125</u>
Net Cash Used by Operating Activities	125
Beginning Cash Balance	764
Ending Cash Balance	<u><u>\$889</u></u>

The accompanying notes are an integral part of these statements.

**Cancer Survivors' Fund**  
Notes to Financial Statements  
March 31, 2004

**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**

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's 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.

**3. Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses.

**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. Current assets are presented in the balance sheet in order of their liquidity. Cash is included at its stated value.

**5. Cash and Cash Equivalents**

The entity defines cash equivalents as highly liquid investments having an original maturity of ninety days or less. The entity had no cash equivalents as of March 31, 2004.

## **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**

The Organization is exempt from federal income taxes under Internal Revenue Code 501 (c) (3).

## **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.