

Louisiana Purchase Zoological Society

Financial Statements December 31, 2006

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 9/5/07

Louisiana Purchase Zoological Society

December 31, 2006

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ACCOUNTANTS' REPORT

**To the Board of Directors
Louisiana Purchase Zoological Society
Monroe, Louisiana**

We have compiled the accompanying statement of financial position of the **Louisiana Purchase Zoological Society** (the Society) as of December 31, 2006, and the related statements of activities and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

(A Professional Accounting Corporation)

April 13, 2007

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2006**

ASSETS		
Cash	\$	20,422
Certificates of Deposit (note 3)		45,000
Accounts receivable (note 4)		9,677
Inventory		4,000
Office equipment (note 5)		1,009
TOTAL ASSETS	\$	<u>80,108</u>
 LIABILITIES AND NET ASSETS 		
Liabilities		
Accounts payable	\$	1,268
Payroll taxes payable		<u>377</u>
Total Liabilities		<u>1,645</u>
 Net Assets		
Unrestricted		<u>78,463</u>
Total Net Assets		<u>78,463</u>
 TOTAL LIABILITIES AND NET ASSETS	 \$	 <u>80,108</u>

See Accompanying Notes and Accountants' Report

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2006**

		<u>Unrestricted</u>	
Support and Revenues			
Memberships	\$	8,305	
Contributions		3,170	
Convention and Visitors Board Grants:			
Primate Exhibit	\$	28,014	
Celtic Festival		10,000	38,014
Northeast Louisiana Arts Council Grant:			
Celtic Festival			1,263
Gift shop revenue		46,144	
Gift shop expenses, including cost of sales		<u>(41,320)</u>	4,824
Birthday party revenue		10,222	
Birthday party expenses		<u>(3,569)</u>	6,653
Program income (note 6)			69,149
Interest income			<u>500</u>
Total Support and Revenues			131,878
Expenses			
Program Services:			
Primate Exhibit			28,014
Celtic Festival			32,224
Zoo promotion and enhancement (note 7)			<u>22,794</u>
Total Program Services			<u>83,032</u>
Supporting Services:			
Management and general (note 7)			21,131
Fundraising (note 7)			<u>479</u>
Total Supporting Services			<u>21,610</u>
Total Expenses			<u>104,642</u>
Increase in net assets			<u>27,236</u>
Net Assets at Beginning of Year, before restatement (note 8)			31,071
Restatement (note 8)			<u>20,156</u>
Net Assets at Beginning of Year, restated			<u>51,227</u>
Net Assets at End of Year	\$		<u><u>78,463</u></u>

See Accompanying Notes and Accountants' Report

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2006**

Cash Flows From Operating Activities	
Receipts From Support and Revenues	
Members	\$ 8,305
Contributions-Other	3,170
Grants	57,256
Gifts Shop Revenues (Net)	824
Birthday Parties (Net)	6,653
Program Income	69,149
Interest Income	500
Total Receipts From Support and Revenues	<u>145,857</u>
Payments For Program Services	
Primate Exhibit	(27,832)
Celtic Festival	(32,305)
Zoo promotion and enhancement (note 7)	(22,794)
Total Payments For Program Services	<u>(82,931)</u>
Payments For Supporting Services	
Management and General	(20,844)
Fundraising	(479)
Total Payments for Supporting Services	<u>(21,323)</u>
Net Cash Provided by Operating Activities	41,603
Cash Flows From Investing Activities	
Purchase of certificates of deposit	<u>(45,000)</u>
Net Decrease in Cash	(3,397)
Cash at Beginning of Year	23,819
Cash at End of Year	<u>\$ 20,422</u>
Reconciliation of Increase in Net Assets to Net Cash Provided by Operating Activities:	
Operating Activities:	
Increase in Net Assets	\$ 27,236
Adjustments to Reconcile Increase in Net Assets to Net Cash Provided by Operating Activities:	
Depreciation	287
Account Receivable	17,979
Inventory	(4,000)
Accounts Payable	182
Payroll Taxes Payable	(81)
Total Adjustments	<u>14,367</u>
Net Cash Provided by Operating Activities	<u>\$ 41,603</u>

See Accompanying Notes and Accountants' Report

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2006**

Note 1 – Description of Organization

The Louisiana Purchase Zoological Society (the Society) is a not-for-profit corporation whose membership is made up of volunteers and citizens from the Monroe/West Monroe communities that are interested in promoting the Louisiana Purchase Gardens & Zoo in Monroe, Louisiana. Its objectives are seeking solutions to zoo problems, establishing service programs for the promotion and enhancement of the zoo, and assisting in the development of improvements or rehabilitation of exhibits for the zoo. The Society derives its revenue from memberships, management of the zoo gift shop and from various events held at the zoo during the year.

Note 2 - Summary of Significant Accounting Policies

A. Basis of Accounting

The financial statements of the Society have been prepared on the accrual basis of accounting. The significant accounting policies followed by the Society are described below to enhance the usefulness of the financial statements to the reader.

B. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

C. Inventory

Gift shop inventory is stated at the lower of cost or market using the first-in and first-out (FIFO) method of valuation.

D. Office Equipment

Most of the property and equipment that is used by the Society is owned by the City of Monroe. The Society does not pay rent on these items. Office equipment costing more than \$200 that is owned by the Society is being depreciated over 5 years.

E. Net Assets

The unrestricted net assets represent the surplus accumulated over the course of the Society's existence. Income from restricted sources which is received during

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2006**

the fiscal year and for which the restrictions are satisfied within the same fiscal year, is represented in net unrestricted assets.

F. Statement of Cash Flows

For purposes of the statement of cash flows, the Society considers all highly liquid debt instruments with an original maturity of less than three months to be cash equivalents.

G. Functional Allocation of Expenses

Program services expenses are those directly related to the purposes for which the Society exists. Supporting services expenses reflect other expenses incurred in operating the programs, fundraising and membership development. Various operating expenses not directly connected with a specific function or program service is allocated to supporting services. The direct costs of providing the various programs and other activities have been summarized in the statement of activities. Salaries and employee benefits are allocated to program and supporting services based upon management's estimate of time each employee devotes to various activities.

Program services include:

Primate Exhibit-includes costs associated with enhancements of the primate exhibit at the Zoo. This program is being supported by a three year \$100,000 grant from the Convention and Visitors Bureau. The Society has incurred \$54,238 for these enhancements of the primate exhibit from the beginning of the grant on March 12, 2004 to December 31, 2006.

Celtic Festival-includes costs associated with the weekend event held at the Zoo during the late Spring celebrating the Celtic way of life. This program is supported by a \$10,000 grant from the Conventions and Visitors Bureau, \$1,263 from the Northeast Louisiana Arts Council, and \$51,770 in charges to the general public, including concessions.

Zoo Promotion and Enhancement-includes costs associated with Boo at the Zoo, the Easter egg hunt, Zoobilation, and other costs associated with running these programs such as salaries and benefits, publicity and travel.

Supporting services include:

Management and General-includes costs associated with the oversight and general record keeping of the Society.

Fundraising-includes costs associated with soliciting prospective members and retaining current members.

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2006**

H. Basis of Presentation

Contributions received by the Society are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions. The Society reports 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. The Society did not have any temporarily or permanently restricted net assets at December 31, 2006.

I. Tax Status

The Society is exempt from Federal income taxes pursuant to Section 501 (c) (3) of the Internal Revenue Code. No provision for income taxes has been made.

Note 3 - Certificates of Deposit

Certificates of deposit consist of the following:

Community Trust Bank:	
Matures February 2007	\$ 25,000
Matures April 2007	<u>20,000</u>
Total certificates of deposit	<u>\$ 45,000</u>

Note 4 - Accounts Receivable

Accounts receivable consists of the following:

Convention and Visitors Bureau:	
Primate Exhibit	\$ 6,546
Celtic Festival	2,500
Northeast Louisiana Arts Council:	
Celtic Festival	631
Total accounts receivable	<u>\$ 9,677</u>

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2006**

Note 5 - Office Equipment

Office equipment consist of the following:

Office equipment	\$ 1,435
Accumulated depreciation	(426)
Net property and equipment	<u>\$ 1,009</u>

Note 6 - Program Income

Program income consists of the following:

Adoption program	\$ 825
Boo at the Zoo	7,602
Boy Scouts - Explorer Post 106	592
Celtic Festival	51,770
Easter egg hunt	882
Zoobilation	6,887
Other	591
Total program income	<u>\$ 69,149</u>

Note 7 - Expenses

Zoo Promotion and Enhancement expenses consist of the following:

Animal Welfare	\$ 500
Boo at the Zoo	2,194
Depreciation expense	287
Dues and subscriptions	3,344
Easter egg hunt	2,358
Education	1,350
Exhibit signage	1,594
Salaries and benefits	2,633
Travel	1,904
Zoobilation	4,747
Other	1,883
Total zoo promotion and enhancement expenses	<u>\$ 22,794</u>

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2006**

Management and General expenses consist of the following:

Bank and credit card fees	\$ 615
Insurance	704
Office supplies	180
Salaries and benefits	12,983
Postage	459
Printing	42
Professional fees	763
Repairs and maintenance	3,768
Telephone	985
Travel	470
Other	<u>162</u>
Total management and general expenses	<u>\$ 21,131</u>

Fund Raising expenses consist of the following:

Salaries and Benefits	<u>\$ 479</u>
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Note 8 - Restatement

Beginning net assets have been restated as follows:

Net assets at January 1, 2006, before restatement	\$ 31,071
Adjustments:	
A receivable from the Convention and Visitors Bureau should have been recorded to reflect amount due for 2005 Primate Exhibit expenses.	26,471
A receivable from the Northeast Louisiana Arts Council should have been recorded to reflect amount due for 2005 Celtic Festival.	1,185
Obsolete inventory was disposed of during 2005 via promotional items given away during visits from hurricane evacuees to the Zoo.	<u>(7,500)</u>
Net assets at January 1, 2006 after restatement	<u>\$ 51,227</u>