

***Christian Foundation for
Children and Aging***

*Financial Statements for the Years Ended
December 31, 2006 and 2005, and
Independent Auditors' Report*

CHRISTIAN FOUNDATION FOR CHILDREN AND AGING

TABLE OF CONTENTS

	Pages
INDEPENDENT AUDITORS' REPORT	1
FINANCIAL STATEMENTS FOR THE YEARS ENDED DECEMBER 31, 2006 AND 2005:	
Statements of Financial Position	2
Statements of Activities	3-4
Statements of Functional Expenses	5-6
Statements of Cash Flows	7
Notes to Financial Statements	8-11

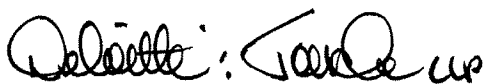
INDEPENDENT AUDITORS' REPORT

Board of Directors
Christian Foundation for Children and Aging
Kansas City, Kansas

We have audited the accompanying statements of financial position of the Christian Foundation for Children and Aging (the "Foundation") as of December 31, 2006 and 2005, and the related statements of activities, functional expenses, and cash flows for the years then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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, such financial statements present fairly, in all material respects, the financial position of the Foundation as of December 31, 2006 and 2005, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.



April 20, 2007

CHRISTIAN FOUNDATION FOR CHILDREN AND AGING

STATEMENTS OF FINANCIAL POSITION DECEMBER 31, 2006 AND 2005

	2006	2005
ASSETS		
CASH AND CASH EQUIVALENTS	\$ 13,978,977	\$ 14,340,061
INVESTMENTS	14,778,915	12,604,603
RECEIVABLES:		
Note receivable	-	85,453
Interest and other	153,345	117,435
OTHER ASSETS	263,195	282,767
PROPERTY AND EQUIPMENT—Net	<u>6,052,058</u>	<u>6,347,483</u>
TOTAL	<u>\$ 35,226,490</u>	<u>\$ 33,777,802</u>
 LIABILITIES AND NET ASSETS		
LIABILITIES—Accounts payable and accrued expenses	<u>\$ 1,287,899</u>	<u>\$ 909,198</u>
COMMITMENTS		
NET ASSETS:		
Unrestricted:		
Board designated—operating reserve	1,904,661	2,000,000
Board designated—headquarters building additions	403,816	539,470
Board designated—future capital equipment	200,000	200,000
Board designated—CASA and other software upgrades	691,089	733,643
Board designated—program and scholarship	2,566,259	2,070,439
Undesignated (not currently available for expenditure due to amounts invested in property and equipment—net)	<u>6,052,058</u>	<u>6,347,483</u>
Total unrestricted net assets	11,817,883	11,891,035
Temporarily restricted net assets	<u>22,120,708</u>	<u>20,977,569</u>
Total net assets	<u>33,938,591</u>	<u>32,868,604</u>
TOTAL	<u>\$ 35,226,490</u>	<u>\$ 33,777,802</u>

See notes to financial statements.