

*LANDSTUHL HOSPITAL CARE PROJECT*  
*AUDITED FINANCIAL STATEMENTS*  
*DECEMBER 31, 2007*

**LANDSTUHL HOSPITAL CARE PROJECT  
AUDITED FINANCIAL STATEMENTS  
Year Ended December 31, 2007**

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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
Landstuhl Hospital Care Project  
Stafford, Virginia

We have audited the accompanying statements of financial position of the Landstuhl Hospital Care Project as of December 31, 2007 and the related statements of activities and cash flows for the fiscal year ended 2007. 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 audit in accordance with auditing standards generally accepted in 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. 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 audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Landstuhl Hospital Care Project as of December 31, 2007 and the changes in its net assets and its cash flows for the year ended December 31, 2007 in conformity with accounting principles generally accepted in the United States.

January 10, 2008

**LANDSTUHL HOSPITAL CARE PROJECT**  
**STATEMENT OF FINANCIAL POSITION**  
December 31, 2007

<b>ASSETS</b>	
<b>Current Assets</b>	
<b>Checking/Savings</b>	
<b>Cash in bank -</b>	
<b>operating</b>	<u>\$14,005.97</u>
<b>Total Checking/Savings</b>	<u>14,005.97</u>
<b>Total Current Assets</b>	<u>\$14,005.97</u>
<b>TOTAL ASSETS</b>	<b><u><u>\$14,005.97</u></u></b>
 <b>LIABILITIES &amp; EQUITY</b>	
<b>Equity</b>	
<b>Retained Earnings</b>	\$ 9,977.17
<b>Net Income</b>	<u>4,028.80</u>
<b>Total Equity</b>	<u>\$14,005.97</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b><u><u>\$14,005.97</u></u></b>

# LANDSTUHL HOSPITAL CARE PROJECT

## STATEMENT OF ACTIVITIES Year Ended December 31, 2007

### Ordinary Income/Expense Income

Donations	\$ 50,398.67
Donations - Raffle	1,798.77
Other Income	49.30
Special Projects Income	<u>2,356.75</u>
Total Income	\$ 54,603.49

### Expense

Bedding	\$ 1,933.52
Clothing	17,502.31
Electronics	5,986.27
Groceries	477.31
LHCP Special Projects	2,526.11
Medical Supplies	962.98
Morale, Welfare, Recreation	735.09
Office Equipment	572.00
Office Supplies	908.65
Personal Care	623.80
Postage and Delivery	13,071.14
Professional fees	1,694.81
Sales tax	962.44
Shipping Supplies	1,924.74
Telephone	554.12
Website	<u>139.40</u>
Total Expense	\$ 50,574.69

Net Ordinary Income \$ 4,028.80

Net Income \$ 4,028.80

## LANDSTUHL HOSPITAL CARE PROJECT

### STATEMENT OF CASH FLOWS

Year Ended December 31, 2007

<b>OPERATING ACTIVITIES</b>	
Net Income	<u>\$4,028.80</u>
Net cash provided by Operating Activities	<u>4,028.80</u>
Net cash increase for period	\$4,028.80
Cash at beginning of period	<u>9,977.17</u>
Cash at end of period	<u><u>\$14,005.97</u></u>

# LANDSTUHL HOSPITAL CARE PROJECT

## NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2007

### Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Organization

The Landstuhl Hospital Care Project (LHCP) is a non-profit organization that provides comfort and relief items for military members who become sick, injured, or wounded from service in Iraq, Kuwait, and Afghanistan. Donated items are distributed to military patients at Landstuhl Regional Medical Center (LRMC) in Germany, the largest American military hospital outside the U.S. and to field hospitals in Afghanistan and Iraq. Many of the military personnel arrive with no extra clothing and require long hospitalization. The purpose of the program is to enhance the morale and welfare of the wounded by contributing quality of life items.

#### Basis of Accounting

The financial statements have been prepared on an accrual basis in accordance with accounting principles generally accepted in the United States of America.

#### Income Tax Status

The Organization qualifies as a tax-exempt organization under Section 501 (c)(3) of the Internal Revenue Code and, therefore, has no provisions for federal or state income taxes.