

KIDS CAN FREE THE CHILDREN

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FINANCIAL STATEMENTS  
AND  
SUPPLEMENTAL FINANCIAL INFORMATION  
YEARS ENDED DECEMBER 31, 2011 AND 2010

**ROY A. PASIEKA**

*Certified Public Accountant*

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MEMBER: AICPA AND NYSS CPA

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INDEPENDENT AUDITOR'S REPORT

The Board of Directors  
Kids Can Free The Children  
Toronto, Ontario Canada

I have audited the statements of financial position of Kids Can Free The Children as of December 31, 2011 and 2010 and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audits.

I conducted my audits 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 my audits provide a reasonable basis for my opinion.

The organization derives revenue from certain donations, the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the organization and we were not able to determine whether any adjustments might be necessary to donation revenues or net assets.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of the certain donations referred to in the preceding paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of Kids Can Free The Children as of December 31, 2011 and 2010 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.



CERTIFIED PUBLIC ACCOUNTANT

March 21, 2012

KIDS CAN FREE THE CHILDREN  
STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31, 2011 AND 2010

ASSETS

	<u>2011</u>	<u>2010</u>
CURRENT ASSETS:		
Cash	\$ 786,586	\$ 480,346
Accounts receivable	-	9,167
Annuities receivable - current	5,681	5,484
Unconditional promises to give	7,301	1,163,991
Prepaid expense	<u>24,323</u>	<u>273,311</u>
TOTAL CURRENT ASSETS	<u>823,891</u>	<u>1,932,299</u>
LAND, BUILDINGS AND EQUIPMENT, net of accumulated depreciation	<u>917,271</u>	<u>877,231</u>
OTHER ASSETS:		
Annuities receivable - long term	31,596	37,277
Loan receivable	<u>40,000</u>	<u>40,000</u>
	<u>71,596</u>	<u>77,277</u>
	<u>\$1,812,758</u>	<u>\$2,886,807</u>

LIABILITIES AND NET ASSETS

	<u>2011</u>	<u>2010</u>
CURRENT LIABILITIES:		
Accounts payable	\$ 12,309	\$ 5,876
Accrued payroll	11,009	4,369
Deferred revenue	<u>-</u>	<u>2,400</u>
TOTAL CURRENT LIABILITIES	<u>23,318</u>	<u>12,645</u>
NET ASSETS:		
Unrestricted	1,580,215	1,443,082
Temporarily restricted	<u>209,225</u>	<u>1,431,080</u>
TOTAL NET ASSETS	<u>1,789,440</u>	<u>2,874,162</u>
	 <u>\$1,812,758</u>	 <u>\$2,886,807</u>

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

**ROY A. PASIEKA**

*Certified Public Accountant*

KIDS CAN FREE THE CHILDREN

STATEMENTS OF ACTIVITIES

YEARS ENDED DECEMBER 31, 2011 AND 2010

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>
PUBLIC SUPPORT AND REVENUE:		
PUBLIC SUPPORT:		
Contributions and bequests	\$ 4,560,074	\$ 7,301
Grants	<u>800,930</u>	<u>-</u>
TOTAL PUBLIC SUPPORT	<u>5,361,004</u>	<u>7,301</u>
REVENUE:		
Interest	1,702	-
Miscellaneous	1,716	-
Travel and meals reimbursement	<u>-</u>	<u>-</u>
TOTAL REVENUE	<u>3,418</u>	<u>-</u>
NET ASSETS RELEASED FROM RESTRICTIONS	<u>1,229,156</u>	<u>(1,229,156)</u>
TOTAL PUBLIC SUPPORT AND REVENUE	<u>6,593,578</u>	<u>(1,221,855)</u>
EXPENSES:		
PROGRAM SERVICES:		
Education	4,647,203	-
Leadership	187,293	-
Peacebuilding	<u>871,291</u>	<u>-</u>
TOTAL PROGRAM SERVICES	<u>5,705,787</u>	<u>-</u>
SUPPORTING SERVICES:		
Fundraising	373,744	-
Management and general	<u>376,914</u>	<u>-</u>
TOTAL SUPPORTING SERVICES	<u>750,658</u>	<u>-</u>
TOTAL EXPENSES	<u>6,456,445</u>	<u>-</u>
INCREASE (DECREASE) IN NET ASSETS	137,133	(1,221,855)
NET ASSETS, BEGINNING	<u>1,443,082</u>	<u>1,431,080</u>
NET ASSETS, ENDING	<u>\$ 1,580,215</u>	<u>\$ 209,225</u>

**ROY A. PASIEKA**

*Certified Public Accountant*

TOTAL YEAR ENDED DECEMBER 31, <u>2011</u>	<u>UNRESTRICTED</u>	TEMPORARILY <u>RESTRICTED</u>	TOTAL YEAR ENDED DECEMBER 31, <u>2010</u>
\$ 4,567,375	\$ 6,447,578	\$ 229,299	\$ 6,676,877
800,930	1,198,567	245,542	1,444,109
5,368,305	7,646,145	474,841	8,120,986
1,702	2,386	-	2,386
1,716	1,873	-	1,873
-	1,440	-	1,440
3,418	5,699	-	5,699
-	718,887	( 718,887)	-
5,371,723	8,370,731	( 244,046)	8,126,685
4,647,203	6,375,888	-	6,375,888
187,293	55,693	-	55,693
871,291	1,010,349	-	1,010,349
5,705,787	7,441,930	-	7,441,930
373,744	202,746	-	202,746
376,914	522,316	-	522,316
750,658	725,062	-	725,062
6,456,445	8,166,992	-	8,166,992
(1,084,722)	203,739	( 244,046)	( 40,307)
2,874,162	1,239,343	1,675,126	2,914,469
\$ 1,789,440	\$ 1,443,082	\$ 1,431,080	\$ 2,874,162

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

KIDS CAN FREE THE CHILDREN

STATEMENT OF FUNCTIONAL EXPENSES

YEARS ENDED DECEMBER 31, 2011 AND 2010

	PROGRAM		SERVICES	TOTAL SERVICES PROGRAM
	EDUCATION	LEADER- SHIP	PEACE- BUILDING	
Salaries	\$ 155,019	\$ -	\$ 124,016	\$ 279,035
Payroll taxes	12,081	-	9,665	21,746
Employee benefits	5,999	-	4,799	10,798
Administrative fee	-	-	-	-
Advertising/promotion	-	-	8,865	8,865
Auto	-	-	-	-
Bank charges and fees	10	-	40	50
Bad debts	-	-	-	-
Uncollectible grants	208,977	-	-	208,977
Conferences and events fees	-	24,415	373,678	398,093
Consultants	28,765	-	273,678	302,443
Grants for projects	1,752,888	-	-	1,752,888
Payments to affiliated organization	2,444,250	130,000	75,656	2,649,906
Depreciation	-	21,652	-	21,652
Dues and subscriptions	-	-	-	-
Insurance	-	4,635	-	4,635
Legal and accounting	-	-	-	-
Office	-	-	-	-
Postage and delivery	-	-	-	-
Rent	-	-	-	-
Repairs and maintenance	-	-	-	-
Shipping and handling	39,144	-	-	39,144
Travel and meals	70	-	894	964
Utilities	-	6,591	-	6,591
TOTAL FUNCTIONAL EXPENSES - 2011	<u>\$4,647,203</u>	<u>\$ 187,293</u>	<u>\$ 871,291</u>	<u>\$5,705,787</u>
- 2010	<u>\$6,375,888</u>	<u>\$ 55,693</u>	<u>\$1,010,349</u>	<u>\$7,441,930</u>

SUPPORTING SERVICES			TOTAL YEARS	
FUNDRAISING	GENERAL AND ADMINISTRATIVE	TOTAL SUPPORTING SERVICES	ENDED 2011	DECEMBER 31 2010
\$ -	\$ 31,004	\$ 31,004	\$ 310,039	\$ 101,754
-	2,416	2,416	24,162	8,721
-	1,200	1,200	11,998	-
-	24,000	24,000	24,000	24,000
-	295	295	9,160	27,873
-	2,934	2,934	2,934	1,776
-	17,178	17,178	17,228	16,182
-	5,705	5,705	5,705	8,406
-	-	-	208,977	210,140
373,678	-	373,678	771,771	410,282
-	9,154	9,154	311,597	267,685
-	-	-	1,752,888	4,545,000
-	-	-	2,649,906	2,148,025
-	17,842	17,842	39,494	28,472
-	21,135	21,135	21,135	22,961
-	1,570	1,570	6,205	7,240
-	36,540	36,540	36,540	30,521
-	11,329	11,329	11,329	13,851
-	1,937	1,937	1,937	1,941
-	142,960	142,960	142,960	129,982
-	-	-	-	17,350
-	-	-	39,144	97,991
66	41,336	41,402	42,366	34,839
-	8,379	8,379	14,970	12,000
<u>\$373,744</u>	<u>\$376,914</u>	<u>\$750,658</u>	<u>\$6,456,445</u>	
<u>\$202,746</u>	<u>\$522,316</u>	<u>\$725,062</u>		<u>\$8,166,992</u>

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



KIDS CAN FREE THE CHILDRENSTATEMENT OF CASH FLOWSYEARS ENDED DECEMBER 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Increase (decrease) in net assets	\$(1,084,722)	\$( 40,307)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	39,494	28,472
Donated assets	-	( 4,800)
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	9,167	971
(Increase) decrease in annuities receivable	5,484	5,295
(Increase) decrease in unconditional promises to give	1,156,690	479,626
(Increase) decrease in prepaid expense	248,988	( 259,356)
Increase (decrease) in accounts payable	6,433	( 14,653)
Increase (decrease) in accrued payroll	6,640	4,369
Increase (decrease) in deferred revenue	( 2,400)	2,400
TOTAL ADJUSTMENTS	<u>1,470,496</u>	<u>242,324</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	385,774	202,017
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES:		
Capital expenditures	<u>( 79,534)</u>	<u>( 22,593)</u>
NET CASH FROM (USED IN) INVESTING ACTIVITIES	<u>( 79,534)</u>	<u>( 22,593)</u>
NET INCREASE (DECREASE) IN CASH	306,240	179,424
CASH - beginning	<u>480,346</u>	<u>300,922</u>
CASH - ending	<u>\$ 786,586</u>	<u>\$ 480,346</u>
Supplemental disclosures of cash flow information:		
Cash paid during the year for:		
Interest	\$ -	\$ -
Non cash in-kind donations received during the year were for:		
Medical supplies	\$ 1,616,000	\$ 2,238,850
Food, supplies and equipment	-	1,990,981
Other	8,566	4,800

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

**ROY A. PASIEKA***Certified Public Accountant*

KIDS CAN FREE THE CHILDREN  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2011 AND 2010

Note 1 - Summary of Significant Accounting Policies:

(A) Background:

The Organization was incorporated 12/20/96 in New York State and is primarily a youth organization involved in humanitarian relief projects around the world.

(B) Accounting Principles:

The financial statements and records are maintained on the accrual basis of accounting. Salaries, payroll taxes and benefits are allocated to cost centers based upon percentages as determined by management. Certain expenses are spread on an actual basis. The financial statements have been prepared in accordance with The American Institute of Certified Public Accountants Industry Audit Guide for Certain Nonprofit Organizations and Voluntary Health and Welfare organizations. The organization follows the provisions of FASB ASC 958 not-for-profit entities.

Under these provisions, net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations.

Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that may or will be met either by the actions of the Organization and/or the passage of time.

Permanently restricted assets - Net assets whose use is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the organization.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Expirations of temporary restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassification between the applicable classes of net assets.

KIDS CAN FREE THE CHILDRENNOTES TO FINANCIAL STATEMENTS, CONTINUEDDECEMBER 31, 2011 AND 2010Note 1 - Summary of Significant Accounting Policies (continued):

## (C) Tax Status:

The Organization is exempt from income tax as a not-for-profit corporation under IRC section 501(c)(3) and classified by the Internal Revenue Service as other than a private foundation. The Organization's Forms 990, Return of Organization Exempt from income tax, for the years ending December 31, 2010, 2009 and 2008 are subject to examination by the IRS, generally for three years after they were filed. The Organization has no uncertain tax positions.

## (D) Promises to Give:

Contributions are recognized when the donor makes a promise to give the Organization that is in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

The Organization uses the allowance method to determine uncollectible unconditional promises receivable. The allowance is based on prior year's experience and management's analysis of specific promises made.

## (E) Land, Buildings, Equipment and Depreciation:

Land, buildings, equipment are recorded at cost. Equipment is depreciated over periods of five to seven years using the straight-line method. Buildings and improvements are depreciated using the straight-line method over periods between fifteen and thirty-nine years. Repair and maintenance costs are expensed as incurred, while renewals and betterments which extend the asset's useful lives are capitalized.

KIDS CAN FREE THE CHILDRENNOTES TO FINANCIAL STATEMENTS, CONTINUEDDECEMBER 31, 2011 AND 2010Note 1 - Summary of Significant Accounting Policies (continued):

## (F) Contributions and Grants:

All contributions and grants are considered to be available for unrestricted use unless specifically restricted by the donor. The Organization received contributions from one major donor representing 30% in 2011 and two major donors representing 25% and 28% in 2010 of total public support.

## (G) In-Kind Contributions:

Donated supplies, equipment and other are recorded at their fair market value when received and recorded as contribution revenue.

## (H) Contributed Services:

No amounts have been reflected in these statements for donated services, inasmuch as these amounts are indeterminable.

## (I) 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.

## (J) Events Occurring After Reporting Date:

The Organization has evaluated events and transactions that occurred between January 1, 2012 and March 21, 2012, which is the date the financial statements were available to be issued, for possible disclosure and recognition in the financial statements and there were none noted.

KIDS CAN FREE THE CHILDRENNOTES TO FINANCIAL STATEMENTS, CONTINUEDDECEMBER 31, 2011 AND 2010Note 2 - Cash:

Cash consists of the following at December 31.

	<u>2011</u>	<u>2010</u>
Bank of America - checking	\$ 735,797	\$ 191,090
- savings, interest at .08% and .1%	12,178	12,005
- checking	2,470	9,546
TD Canada Trust - checking	<u>36,141</u>	<u>267,705</u>
	<u>\$ 786,586</u>	<u>\$ 480,346</u>

Note 3 - Annuities Receivable:

Annuities receivable consist of the following at December 31.

	<u>2011</u>	<u>2010</u>
Donated annuity contracts	\$ 37,277	\$ 42,761
Less current portion	<u>5,681</u>	<u>5,484</u>
Long term annuities receivable	<u>\$ 31,596</u>	<u>\$ 37,277</u>

Annuity contracts are recognized as a donation at the time the policy is issued at an amount equal to the policy premium. Subsequent receipts are allocated between principal and interest when received.

Scheduled annuity receipts for each of the next five years is as follows:

December 31, 2012	\$ 5,681
2013	5,883
2014	6,094
2015	6,312
2016	6,537
Thereafter	6,770
	<u>\$ 37,277</u>

KIDS CAN FREE THE CHILDRENNOTES TO FINANCIAL STATEMENTS, CONTINUEDDECEMBER 31, 2011 AND 2010Note 4 - Promises to Give:

Unconditional promises to give consist of the following at December 31.

	<u>2011</u>	<u>2010</u>
Receivable in less than one year	\$ 7,301	\$1,163,991
Receivable in one to five years	-	-
Total	<u>7,301</u>	<u>1,163,991</u>
Less discounts to net present value	-	-
Less allowance for uncollectible promises	<u>-</u>	<u>-</u>
Net unconditional promises to give	<u>\$ 7,301</u>	<u>\$1,163,991</u>

The Organization has a concentration of credit risk with unconditional promises to give from one major donor representing 100% (2011) and 15% and 79% (2010) of outstanding promises to give.

Note 5 - Prepaid Expense:

Prepaid expense consists of the following at December 31.

	<u>2011</u>	<u>2010</u>
Insurance	\$ 183	\$ 5,011
Dues	-	20,000
Rent and security	13,140	7,600
Event fees	11,000	240,000
Other	<u>-</u>	<u>700</u>
	<u>\$ 24,323</u>	<u>\$ 273,311</u>

KIDS CAN FREE THE CHILDRENNOTES TO FINANCIAL STATEMENTS, CONTINUEDDECEMBER 31, 2011 AND 2010Note 6 - Land, Buildings and Equipment:

Land, buildings and equipment consists of the following at December 31.

	<u>2011</u>	<u>2010</u>
Land	\$ 172,539	\$ 172,539
Buildings	726,912	701,628
Equipment	82,505	28,255
Horses	4,800	4,800
Vehicles	<u>31,005</u>	<u>31,005</u>
Total	1,017,761	938,227
Less accumulated depreciation	<u>( 100,490)</u>	<u>( 60,996)</u>
Land, buildings and equipment - net	<u>\$ 917,271</u>	<u>\$ 877,231</u>

Depreciation expense for the year ended December 31, was \$39,494 (2011) and \$28,472 (2010)

Note 7 - Loan Receivable:

	<u>2011</u>	<u>2010</u>
Loan receivable - individual	\$ 40,000	\$ 40,000
Less current portion	<u>-</u>	<u>-</u>
Long Term Receivable	<u>\$ 40,000</u>	<u>\$ 40,000</u>

Loan receivable consists of a non-interest-bearing loan to an individual performing services for the Organization. The loan matures June 2014, at which time the loan will convert to compensation if this individual is still providing these services at the date. If for any reason the individual ceases such services, the loan becomes immediately payable with interest at 18%. There are no required principal payments while the agreement is in effect.

KIDS CAN FREE THE CHILDRENNOTES TO FINANCIAL STATEMENTS, CONTINUEDDECEMBER 31, 2011 AND 2010Note 8 - Program Services:

Program services consist of three comprehensive cost centers. (1) Education includes schoolbuilding and educational programming providing communities with outfitted schools and the programming support necessary for quality education. It also includes HealthCare, Water and Sanitation projects which range from mobile health clinics to lunch programs to providing access to clean water, all of which serve to prevent disease, improve community health and reduce the burden of chores placed on girls so that they can go to school and receive an education. (2) Leadership provides youth with networking as well as opportunities to become the leaders of tomorrow. (3) Peacebuilding is designed to raise awareness about the challenges facing young people and work toward creating safe and peaceful community environments helping children impacted by war and poverty overcome their past. These program services are provided in Kenya, Sierra Leone, rural China, India, Haiti, Ecuador, and Sri Lanka.

Note 9 - Grants for Projects:

Grants for projects include the following at December 31.

	<u>2011</u>	<u>2010</u>
Satellite Communication	\$ 1,439	\$ 1,234
Food, supplies and equipment	-	1,990,981
Medical Relief	1,616,000	2,238,850
Sierra Leone education project	-	287,040
Documentary production	135,449	-
Other	-	26,895
	<u>\$1,752,888</u>	<u>\$4,545,000</u>



KIDS CAN FREE THE CHILDRENNOTES TO FINANCIAL STATEMENTS, CONTINUEDDECEMBER 31, 2011 AND 2010Note 10 - Related Party Transactions:

As of December 31, 2011, the Organization has amounts due to three related parties, who have common management but do not meet the threshold for consolidated financial reporting, consisting of payments made and receipts deposited on behalf of the parties. These amounts are included in accounts payable and amounted to \$12,309 (2011) and \$200 (2010) at December 31.

Payments to affiliated organization includes the following at December 31.

	<u>2011</u>	<u>2010</u>
Kid Can Free The Children (related Canadian Organization)	<u>\$2,649,906</u>	<u>\$2,148,025</u>

Note 11 - Administrative Fees:

Included in functional expenses and allocated to program and supporting services are administrative fees paid to Kids Can Free The Children (its related Canadian not-for-profit organization). A summary of administrative fees and other costs for the years ended December 31, are as follows.

	<u>2011</u>	<u>2010</u>
General (payroll and other administrative)	\$ 24,000	\$ 24,000
Other costs:		
Internal accounting cost allocation	18,000	18,000
Rent	<u>96,000</u>	<u>96,000</u>
Total fees and rent	<u>\$ 138,000</u>	<u>\$ 138,000</u>

Note 12 - Rent:

The Organization's California office leases office space under a non cancelable operating lease with rent of \$4,700 per month effective June 1, 2011, expiring May 31, 2012. Prior to this, the Organization leased office space on a month to month basis. Total rent expense under these leases was \$142,960 (2011) and \$33,982 (2010).

**ROY A. PASIEKA**Certified Public Accountant

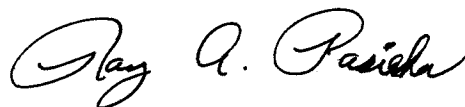
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## INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTAL FINANCIAL INFORMATION

The Board of Directors  
Kids Can Free The Children  
Toronto, Ontario Canada

I have audited the financial statements of Kids Can Free The Children as of and for the years ended December 31, 2011 and 2010, and have issued my report thereon dated March 21, 2012, which contained a qualified opinion on those financial statements. My audits were performed for the purpose of forming an opinion on the financial statements as a whole. The schedule of changes in land, building and equipment is presented for the purpose of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



CERTIFIED PUBLIC ACCOUNTANT

March 21, 2011

KIDS CAN FREE THE CHILDRENSCHEDULE OF CHANGES IN LAND,  
BUILDINGS AND EQUIPMENTYEAR ENDED DECEMBER 31, 2011

SEE ACCOUNTANT'S REPORT ON SUPPLEMENTAL FINANCIAL INFORMATION

	<u>Beginning</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending</u>
LAND, BUILDINGS AND EQUIPMENT (AT COST)				
Land	\$ 172,539	\$ -	\$ -	\$ 172,539
Buildings	701,628	25,284	-	726,912
Equipment	28,255	54,250	-	82,505
Horses	4,800	-	-	4,800
Vehicle	31,005	-	-	31,005
TOTAL	<u>938,227</u>	<u>\$ 79,534</u>	<u>\$ -</u>	<u>1,017,761</u>
ACCUMULATED DEPRECIATION				
Buildings	32,720	\$ 20,966	\$ -	53,686
Equipment	18,975	11,641	-	30,616
Horses	-	686	-	686
Vehicle	9,301	6,201	-	15,502
TOTAL	<u>60,996</u>	<u>\$ 39,494</u>	<u>\$ -</u>	<u>100,490</u>
LAND, BUILDINGS AND EQUIPMENT - NET	<u>\$ 877,231</u>			<u>\$ 917,271</u>