

St. Mary's Services



AUDIT REPORT FOR THE
YEAR ENDED JUNE 30, 2006

Selden Fox, LTD.
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INDEPENDENT AUDITOR'S REPORT

Board of Trustees St.
Mary's Services Arlington
Heights, Illinois

We have audited the accompanying statement of financial position of **St. Mary's Services** as of June 30, 2006 and 2005, and the related statements of activities and functional expenses for the year ended June 30, 2006, and the statement of cash flows for the years ended June 30, 2006 and 2005. 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 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 audits 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 the 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, the financial statements referred to above present fairly, in all material respects, the financial position of St. Mary's Services as of June 30, 2006 and 2005, and the changes in net assets for the year ended June 30, 2006, and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

August 24, 2006

St. Mary's Services
Statement of Financial Position
June 30,

	2006	2005
Assets		
Cash	\$ 150,882	\$ 191,713
Accounts receivable	28,677	61,977
Interest and dividends receivable	14,076	11,869
Investments, at fair value	4,397,390	4,038,506
Equity in perpetual trusts	844,801	812,014
Prepaid expenses	14,156	13,393
Property and equipment, less accumulated depreciation of \$445,255 (\$466,528 in 2005)	63,266	73,055
Total assets	\$ 5,513,248	\$ 5,202,527
Liabilities and Net Assets		
Liabilities - accounts payable and accrued liabilities	\$ 33,356	\$ 16,851
Net assets:		
Unrestricted:		
Designated for investment	3,908,187	3,648,623
Designated for scholarships	78,999	77,134
Permanently restricted	1,492,706	1,459,919
Total net assets	5,479,892	5,185,676
Total liabilities and net assets	\$ 5,513,248	\$ 5,202,527

See accompanying notes.

St. Mary's Services
Statement of Activities
For the Year Ended June 30, 2006
(With Comparative Totals for 2005)

	Permanently Unrestricted Restricted		Total	2005 Total
			\$ 102,817	\$ 101,982
			359,358	54,839
	\$ 102,817	\$ 359,358	55,292	79,947
	22,505	32,787 (2,691)	(2,691)	(27,418)
	481,989	32,787	514,776	209,350
			108,086	36,607
			8,559	13,251
			116,645	49,858
Support and revenue: Investment activity:			172,142	193,045
Interest and dividend income Gain on			64,675	12,325
investments Income from perpetual trusts			450	975
Investment advisor fee			237,267	206,345
Total investment activity			835,901	465,553
Contributions: Individual and business		32,787	868,688	465,553
Associated organizations				
Total contributions				
Other revenue: Adoptive program fees				
International adoptive program fees			189,199	227,653
Miscellaneous			31,198	32,035
Total other revenue Total support and			252,501	301,212
revenue			472,898	560,900
Expenses: Program services: Adoptive				
program International adoptive program			79,219	76,420
Maternity service			22,355	1,948
Total program services			101,574	78,368
Supporting services: Management and				
general Fund-raising			574,472	639,268
Total supporting services Total expenses			574,472	639,268
Change in net assets	261,429	32,787	294,216	(173,715)
Net assets, beginning of the year Net assets,	3,725,757	1,459,919	5,185,676	5,359,391
end of the year	\$ 3,987,186	\$ 1,492,706	\$5,479,892	\$5,185,676

See accompanying notes.