

**LIFESPAN, INC.**

Statements of Financial Position

June 30, 2006 and 2005

Assets

	<u>2006</u>	<u>2005</u>
Current assets		
Cash - operating	\$ 375,485	180,427
- restricted	14,390	7,554
Investments	372,389	413,559
Accounts receivable - United Way	130,862	104,714
- Fees and grants	164,065	114,588
Pledges receivable, less allowance for uncollectible pledges of \$4,811 and \$11,291 for 2006 and 2005, respectively	20,000	40,000
Prepaid expenses	<u>23,441</u>	<u>22,346</u>
	1,100,632	883,188
Property and equipment, net	2,088,438	2,177,576
Other assets		
Workers' Compensation deposit	1,000	1,000
Long-term pledges receivable	<u>38,000</u>	<u>78,000</u>
	\$ <u>3,228,070</u>	<u>3,139,764</u>

Liabilities and Net Assets

Current liabilities		
Notes payable - line of credit	\$ 83,750	105,832
Mortgage payable - current portion	60,000	-
Accounts payable	6,733	2,680
Accrued wages and payroll taxes	90,990	83,092
Accrued retirement	54,926	68,690
Advances - contracts and grants	242,102	32,769
Consumer Credit Counseling Service creditors	<u>14,390</u>	<u>7,554</u>
	552,891	300,617
Non-current liabilities		
Mortgage payable - less current portion	<u>537,500</u>	<u>549,712</u>
Net assets		
Unrestricted	1,707,487	1,867,965
Temporarily restricted	<u>430,192</u>	<u>421,470</u>
	<u>2,137,679</u>	<u>2,289,435</u>
	\$ <u>3,228,070</u>	<u>3,139,764</u>

See accompanying notes to financial statements.