



D.A. RAINSEBERGER CO.

ADVANCED ACCOUNTING
& COMPUTING SOLUTIONS

January 10, 2005

Board of Directors
The Chosen Vision Inc
13279 Audrey Lane
Grand Ledger, MI 48837-9334

We have compiled the accompanying statement of assets, liabilities and fund balance - cash basis of The Chosen Vision as of December 31, 2004 and the related statements of receipts and disbursements - cash basis for the period then ended, under the tax accounting principles of the Internal Revenue code, which is an "other comprehensive method of accounting". All information included in these financial statements is the representation of management.

Our preparation is limited to presenting in the form of financial statements information that is the representation of management. We have not undertaken to analyze management's conventional or substantial conformity to the tax accounting principles, and accordingly do not express an opinion or any other form of assurance on them.

Management has elected to omit the statement of funds, together with substantially all of the disclosures regarding the underlying tax accounting principles of the Internal Revenue Code under which these statements were prepared. If the omitted statements and disclosures were included, they might influence the user's conclusions about the organizations financial position, results of operations, and changes in financial position. Accordingly, these statements are intended for management use only and not for those who are not informed about such matters.

D. A. Rainsberger Co.

THE CHOSEN VISION INC.
STATEMENT OF ASSETS, LIABILITIES, AND FUNDS
December 31, 2004

ASSETS

CURRENT ASSETS

Cash in Bank - Checking	\$19,434.00
Cash in Bank SSI	6,451.81
Food Stamps	84.25
Am Funds Cash Management Tr	
Petty Cash	<u>18.21</u>

TOTAL CURRENT ASSETS

\$25,988.27

FIXED ASSETS

Equipment	\$3,449.80
Furniture	6,800.77
Vehicle	16,447.91
House-13279 Audrey Lane	302,000.00
Cemetery Lots Deepdale	
	<u>\$328,698.48</u>
Allow for Depreciation	<u>(25,565.20)</u>

NET FIXED ASSETS

\$303,133.28

TOTAL ASSETS

\$329,121.55

LIABILITIES AND FUNDS

CURRENT LIABILITIES

Mortgage S/T	\$2,375.42
Accrued Payroll Taxes	<u>4,506.51</u>

TOTAL CURRENT LIABILITIES

\$6,881.93

LONG TERM LIABILITIES

Land Contract Payable L/T	
Mortgage L/P	<u>197,205.94</u>

TOTAL LIABILITIES

\$204,087.87

FUNDS

Funds Prior Years	\$144,395.95
Funds Operating	(22,251.99)
Funds Resident Special Events	419.72
Funds Capital Improvement	<u>2,470.00</u>

\$125,033.68

TOTAL LIABILITIES AND FUNDS

\$329,121.55

THE CHOSEN VISION INC.
STATEMENT OF REVENUES AND EXPENSES
For the Month and Year to Date Ending December 31, 2004

	<u>Month</u>	<u>YTD</u>	<u>Annual Budget</u>	<u>Variance</u>
REVENUES				
RESIDENT				
SSA& SSA-US Treasurer	\$5,031.44	\$52,875.71	\$48,000.00	(\$4,875.71)
Community Mental Health	7,660.38	42,428.00	48,000.00	5,572.00
Resident Fees	0.00	687.96	0.00	(687.96)
Food Stamps	732.00	8,258.00	7,775.00	(483.00)
State of Michigan	216.38	6,102.55	2,400.00	(3,702.55)
TOTAL RESIDENT	<u>\$13,640.20</u>	<u>\$110,352.22</u>	<u>\$106,175.00</u>	<u>(\$4,177.22)</u>
DONATIONS				
Donations-Individuals	\$7,305.50	\$107,441.50	\$120,000.00	\$12,558.50
Donations-Organizations	0.00	6,230.00	10,000.00	3,770.00
Memorial Gifts	100.00	530.00	2,000.00	1,470.00
Annual Banquet Ticket Sales	0.00	5,850.00	10,000.00	4,150.00
Banquet Advertisements	0.00	950.00	1,000.00	50.00
Silent Auction	0.00	12,336.00	5,000.00	(7,336.00)
TOTAL DONATIONS	<u>7,405.50</u>	<u>133,337.50</u>	<u>148,000.00</u>	<u>14,662.50</u>
OTHER INCOME				
Investment Income	\$0.00	\$20.54	\$300.00	\$279.46
Staff Recognition/Spec	0.00	550.00	0.00	(550.00)
Miscellaneous	0.00	0.51	0.00	(0.51)
TOTAL OTHER INCOME	<u>0.00</u>	<u>571.05</u>	<u>300.00</u>	<u>(271.05)</u>
TOTAL REVENUES	<u>\$21,045.70</u>	<u>\$244,260.77</u>	<u>\$254,475.00</u>	<u>\$10,214.23</u>
EXPENSES				
RESIDENT PERSONAL				
Residents Allowances	\$220.00	\$3,060.00	\$2,880.00	(\$180.00)
Residents Special Donations	0.00	295.00	0.00	(295.00)
TOTAL RESIDENT PERSONAL	<u>\$220.00</u>	<u>\$3,355.00</u>	<u>\$2,880.00</u>	<u>(\$475.00)</u>
GENERAL SUPPLIES				
Food & Supplies (Credit Card)	\$0.00	\$270.33	\$2,400.00	\$2,129.67
Food & Supplies (Food Stamps)	718.17	8,201.29	7,800.00	(401.29)
Household Supplies	178.70	2,421.04	3,000.00	578.96
Miscellaneous (PettyCash)	26.49	770.97	300.00	(470.97)
TOTAL GENERAL SUPPLIES	<u>\$923.36</u>	<u>\$11,663.63</u>	<u>\$13,500.00</u>	<u>\$1,836.37</u>
PROGRAM & ACTIVITIES				
Activity Supplies	\$36.35	\$171.91	\$240.00	\$68.09
Christmas Season Activities	97.83	97.83	60.00	(37.83)
Misc Supplies for Activities	0.00	0.00	120.00	120.00
Trips and Outings	0.00	29.79	2,400.00	2,370.21
Entertainment/Recreation	13.50	316.55	2,400.00	2,083.45
Eating Out/Ordering In	175.91	1,635.42	1,500.00	(135.42)
Newspaper Subscription	0.00	117.00	125.00	8.00
TOTAL PROGRAM & ACTIVITI	<u>\$323.59</u>	<u>\$2,368.50</u>	<u>\$6,845.00</u>	<u>\$4,476.50</u>

THE CHOSEN VISION INC.
STATEMENT OF REVENUES AND EXPENSES
For the Month and Year to Date Ending December 31, 2004

	<u>Month</u>	<u>YTD</u>	<u>Annual Budget</u>	<u>Variance</u>
VEHICLE EXPENSE				
Gas-Vehicle	\$120.88	\$1,939.22	\$2,100.00	\$160.78
Repairs & Maintenance-Vehicle	30.00	1,535.61	855.00	(680.61)
Insurance-Vehicle	0.00	1,071.00	900.00	(171.00)
Mileage & Travel Reimbursements	3.30	1,328.22	750.00	(578.22)
TOTAL VEHICLES EXPENSES	<u>\$154.18</u>	<u>\$5,874.05</u>	<u>\$4,605.00</u>	<u>(\$1,269.05)</u>
HOUSE & GROUNDS				
Interest Land Contract	\$3,955.31	\$15,313.21	\$13,821.00	(\$1,492.21)
Refinance Service Charges	1,251.00	1,831.80	0.00	(1,831.80)
Insurance-House	0.00	0.00	2,700.00	2,700.00
Repairs & Mntce House	200.85	764.58	3,600.00	2,835.42
Maintenance-Grounds	60.00	1,044.92	1,200.00	155.08
Trash & Snow Removal	0.00	407.60	650.00	242.40
TOTAL HOUSE & GROUNDS	<u>\$5,467.16</u>	<u>\$19,362.11</u>	<u>\$21,971.00</u>	<u>\$2,608.89</u>
UTILITIES				
Telephone	\$219.08	\$3,626.54	\$3,000.00	(\$626.54)
Water Supply & Treatment	103.00	1,118.77	1,200.00	81.23
Utilities-Gas & Electric	353.92	4,151.53	4,200.00	48.47
Cablevision	137.85	465.75	700.00	234.25
Internet Service	0.00	777.43	660.00	(117.43)
TOTAL UTILITIES	<u>\$813.85</u>	<u>\$10,140.02</u>	<u>\$9,760.00</u>	<u>(\$380.02)</u>
HUMAN RESOURCES				
Salaries	16,270.55	138,095.06	125,400.00	(12,695.06)
Taxes - Payroll	1,240.17	15,823.32	12,000.00	(3,823.32)
Insurance Worker's Comp	0.00	6,167.50	2,000.00	(4,167.50)
Health Screening Exams	0.00	170.00	60.00	(110.00)
Staff Development/Conferences	0.00	375.00	500.00	125.00
Staff Recognition/Spec	204.86	1,230.25	650.00	(580.25)
Miscellaneous-Employee	0.00	0.00	60.00	60.00
Insurance Expense	1,366.91	17,611.98	18,000.00	388.02
TOTAL HUMAN RESOURCES	<u>19,082.49</u>	<u>179,473.11</u>	<u>158,670.00</u>	<u>(20,803.11)</u>
ADMINISTRATIVE EXPENSES				
Accounting Services	\$359.32	\$7,011.54	\$1,500.00	(\$5,511.54)
Assoc Memberships	0.00	517.00	720.00	203.00
License Fees	0.00	520.00	200.00	(320.00)
Office Supplies	670.94	2,099.36	1,200.00	(899.36)
Postage/Mailings	223.29	839.34	2,400.00	1,560.66
Bank Service Charges	250.56	735.82	240.00	(495.82)
Printing	405.83	2,817.53	3,000.00	182.47
Office Equipment Maintenance	0.00	1,503.87	900.00	(603.87)
Insurance-Liability	1,200.00	7,339.25	7,000.00	(339.25)
Insurance-Other	0.00	1,950.00	1,800.00	(150.00)
Advertising	29.95	154.80	120.00	(34.80)
Marketing-Development	0.00	125.28	600.00	474.72
Miscellaneous	0.00	1,344.19	120.00	(1,224.19)
TOTAL ADMINISTRATIVE	<u>\$3,139.89</u>	<u>\$26,957.98</u>	<u>\$19,800.00</u>	<u>(\$7,157.98)</u>
Fund Raising (Banquet)	1,000.00	7,318.36	6,000.00	(1,318.36)
TOTAL EXPENSES	<u>31,124.52</u>	<u>266,512.76</u>	<u>244,031.00</u>	<u>(22,481.76)</u>

THE CHOSEN VISION INC.
STATEMENT OF REVENUES AND EXPENSES
For the Month and Year to Date Ending December 31, 2004

	<u>Month</u>	<u>YTD</u>	<u>Annual Budget</u>	<u>Variance</u>
NET OPERATING INCOME	(\$10,078.82)	(\$22,251.99)	\$10,444.00	\$32,695.99

THE CHOSEN VISION INC.
STATEMENT OF REVENUES AND EXPENSES
For the Month and Year to Date Ending December 31, 2004

	<u>Month</u>	<u>YTD</u>	<u>Annual Budget</u>	<u>Variance</u>
RESIDENT SPECIAL EVENTS				
Income	\$0.00	\$1,835.42	\$0.00	(\$1,835.42)
Expense	0.00	1,415.70	0.00	(1,415.70)
NET RESIDENT SPECIAL EVEN	\$0.00	\$419.72	\$0.00	(\$419.72)
CAPITAL IMPROVEMENT				
Income	\$0.00	\$9,450.00	\$0.00	(\$9,450.00)
Expense	0.00	6,980.00	120.00	(6,860.00)
NET CAPITAL IMPROVEMENT	0.00	2,470.00	(120.00)	(2,590.00)
TOTAL NET INCOME	(\$10,078.82)	(\$19,362.27)	\$10,324.00	\$29,686.27
OTHER CASH RECEIVED				
Money Received from Refinancing	\$0.00	\$12,288.53	\$0.00	(\$12,288.53)
OTHER CASH EXPENDITURES				
Principal Mortgage	(\$192,008.16)	(\$191,799.34)	\$0.00	\$191,799.34
Principal Land Contract	182,881.69	186,451.47	4,805.00	(181,646.47)
Furniture & Equipment	0.00	0.00	1,500.00	1,500.00
TOTAL CASH OUTFLOWS	(\$952.35)	(\$1,725.87)	\$4,019.00	\$5,744.87

THE CHOSEN VISION INC.
STATEMENT OF REVENUES AND EXPENSES
For the Month and Year to Date Ending December 31, 2004

	CURRENT PERIOD			YEAR TO DATE		
	12/31/04	%	12/31/03	%	12/31/04	%
REVENUES						
RESIDENT						
SSA & SSA-US Treasurer	\$5,031.44	\$23.91	\$6,329.37	\$22.02	\$52,875.71	\$21.70
Community Mental Health	7,660.38	36.4	3,880.20	13.5	42,428.00	17.4
Resident Fees	0.00	0.0	0.00	0.0	687.96	0.3
Food Stamps	732.00	3.5	648.00	2.3	8,258.00	3.4
State of Michigan	216.38	1.0	1,437.04	5.0	6,102.55	2.5
TOTAL RESIDENT	\$13,640.20	\$64.81	\$12,294.61	\$42.77	\$110,352.22	\$45.28
DONATIONS						
Donations-Individuals	\$7,305.50	\$34.71	\$15,923.50	\$55.39	\$107,441.50	\$44.09
Donations-Organizations	0.00	0.0	530.00	1.8	6,230.00	2.6
Pledged Contributions	0.00	0.0	0.00	0.0	0.00	0.0
Memorial Gifts	100.00	0.5	0.00	0.0	530.00	0.2
Annual Banquet Ticket Sales	0.00	0.0	0.00	0.0	5,850.00	2.4
Banquet Advertisements	0.00	0.0	0.00	0.0	950.00	0.4
Silent Auction	0.00	0.0	0.00	0.0	12,336.00	5.1
TOTAL DONATIONS	7,405.50	35.2	16,453.50	57.2	133,337.50	54.7
OTHER INCOME						
Investment Income	\$0.00	\$0.00	\$0.00	\$0.00	\$20.54	\$0.01
Room & Board (Employee)	0.00	0.0	0.00	0.0	0.00	0.0
Miscellaneous	0.00	0.0	0.00	0.0	0.51	0.0
TOTAL OTHER INCOME	0.00	0.0	0.00	0.0	21.05	0.0
TOTAL REVENUES	\$21,045.70	\$100.00	\$28,748.11	\$100.00	\$243,710.77	\$100.00
EXPENSES						
RESIDENT PERSONAL						
Residents Allowances	\$220.00	\$1.05	\$240.00	\$0.83	\$3,060.00	\$1.26
Residents Special Donations	0.00	0.0	0.00	0.0	295.00	0.1
TOTAL RESIDENT PERSONAL	\$220.00	\$1.05	\$240.00	\$0.83	\$3,355.00	\$1.38
GENERAL SUPPLIES						
Food & Supplies (Credit Card)	\$0.00	\$0.00	\$95.76	\$0.33	\$270.33	\$0.11
Food & Supplies (Food Stamps)	718.17	3.4	673.20	2.3	8,201.29	3.4
Household Supplies	178.70	0.8	733.23	2.6	2,421.04	1.0
Miscellaneous (Petty Cash)	26.49	0.1	511.31	1.8	770.97	0.3
TOTAL GENERAL SUPPLIES	\$923.36	\$4.39	\$2,013.50	\$7.00	\$11,663.63	\$4.79
TOTAL REVENUES	\$21,045.70	\$100.00	\$28,748.11	\$100.00	\$243,710.77	\$100.00
TOTAL EXPENSES						
RESIDENT PERSONAL						
Residents Allowances	\$220.00	\$1.05	\$240.00	\$0.83	\$3,060.00	\$1.26
Residents Special Donations	0.00	0.0	0.00	0.0	295.00	0.1
TOTAL RESIDENT PERSONAL	\$220.00	\$1.05	\$240.00	\$0.83	\$3,355.00	\$1.38
GENERAL SUPPLIES						
Food & Supplies (Credit Card)	\$0.00	\$0.00	\$95.76	\$0.33	\$270.33	\$0.11
Food & Supplies (Food Stamps)	718.17	3.4	673.20	2.3	8,201.29	3.4
Household Supplies	178.70	0.8	733.23	2.6	2,421.04	1.0
Miscellaneous (Petty Cash)	26.49	0.1	511.31	1.8	770.97	0.3
TOTAL GENERAL SUPPLIES	\$923.36	\$4.39	\$2,013.50	\$7.00	\$11,663.63	\$4.79
TOTAL REVENUES	\$21,045.70	\$100.00	\$28,748.11	\$100.00	\$243,710.77	\$100.00
TOTAL EXPENSES						
RESIDENT PERSONAL						
Residents Allowances	\$220.00	\$1.05	\$240.00	\$0.83	\$3,060.00	\$1.26
Residents Special Donations	0.00	0.0	0.00	0.0	295.00	0.1
TOTAL RESIDENT PERSONAL	\$220.00	\$1.05	\$240.00	\$0.83	\$3,355.00	\$1.38
GENERAL SUPPLIES						
Food & Supplies (Credit Card)	\$0.00	\$0.00	\$95.76	\$0.33	\$270.33	\$0.11
Food & Supplies (Food Stamps)	718.17	3.4	673.20	2.3	8,201.29	3.4
Household Supplies	178.70	0.8	733.23	2.6	2,421.04	1.0
Miscellaneous (Petty Cash)	26.49	0.1	511.31	1.8	770.97	0.3
TOTAL GENERAL SUPPLIES	\$923.36	\$4.39	\$2,013.50	\$7.00	\$11,663.63	\$4.79

