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*PROFESSIONAL CORPORATION
*LIMITED LIABILITY COMPANY
BENJAMIN J. ERICKSEN - RETIRED
J.V. LECLERE KRENTEL - RETIRED

To the Board of Directors
Tipitina's Foundation, Inc.
New Orleans, Louisiana

We have compiled the accompanying statement of financial position of Tipitina's Foundation, Inc. (a non-profit corporation) as of December 31, 2006 and the related statement of activities for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures and statements of functional expenses and cash flows required by generally accepted accounting principles. If the omitted disclosures and the statements of functional expenses and cash flows were included in the financial statements, they might influence the user's conclusions about the Foundation's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

August 28, 2007

Certified Public Accountants

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 9-12-07

TIPITINA'S FOUNDATION, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2006

(See Accountants' Report)

ASSETS

CURRENT ASSETS:

Cash	\$ 993,277
Instruments inventory	<u>14,470</u>
Total current assets	<u>1,007,747</u>

PROPERTY, PLANT AND EQUIPMENT:

Furniture and equipment	16,376
Leasehold improvements	<u>32,283</u>
	48,659
Less: accumulated depreciation	<u>(5,059)</u>
Net property, plant and equipment	<u>43,600</u>
Total assets	<u>\$ 1,051,347</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:

Accounts payable	\$ 56,994
Accrued payroll and related expenses	17,011
Deferred revenue	<u>162,842</u>
Total current liabilities	<u>236,847</u>

NET ASSETS:

Unrestricted	660,104
Temporarily restricted	<u>154,396</u>
Total net assets	<u>814,500</u>
Total liabilities and net assets	<u>\$ 1,051,347</u>

TIPITINA'S FOUNDATION, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2006

(See Accountants' Report)

UNRESTRICTED NET ASSETS

Unrestricted revenue:

Contributions	\$ 1,563,530
Program income	2,250
Other income	<u>32,294</u>
Total unrestricted revenue	<u>1,598,074</u>

Expenses:

Program services:	
Hurricane relief program	116,233
Instruments programs	317,154
Tipitina's internship program	70,534
Music office co-op	<u>260,403</u>
Total program expenses	<u>764,324</u>

Supporting services:

General and administrative	345,499
Fundraising	<u>366,056</u>
Total supporting services	<u>711,555</u>

Total expenses	<u>1,475,879</u>
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Increase in unrestricted net assets	122,195
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Beginning net assets	<u>692,305</u>
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Ending net assets	<u>\$ 814,500</u>
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