Form **990**

Department of the Treasury
Internal Revenue Service

Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

▶ The organization may have to use a copy of this return to satisfy state reporting requirements

OMB No 1545-0047

2005

Open to Public Inspection

A For the 2005 calendar year, or tax year beginning and ending

B Check if applicable: [ ] Address change [ ] Name change [ ] Initial return [ ] Final return [ ] Amended return [ ] Application pending

Please use IRS label or print or type. See Specific Instructions.

C Name of organization: CHILDREN AND FAMILIES FIRST, INC.

Number and street (or P O box if mail is not delivered to street address): 2005 BAYNARD BOULEVARD | Room/suite

City or town, state or country, and ZIP + 4: WILMINGTON, DE 19802-3999

D Employer identification number: 51-0065731

E Telephone number: 302-658-5177

F Accounting method: [ ] Cash [X] Accrual [ ] Other (specify) ▶

• **Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ)**

H and I are not applicable to section 527 organizations

H(a) Is this a group return for affiliates? [ ] Yes [X] No

H(b) If "Yes," enter number of affiliates ▶ N/A

H(c) Are all affiliates included? N/A [ ] Yes [ ] No (If "No," attach a list.)

H(d) Is this a separate return filed by an organization covered by a group ruling? [ ] Yes [X] No

I Group Exemption Number ▶ N/A

G Website ▶WWW.CFFDE.ORG

J Organization type (check only one) ▶ [X] 501(c) (3) ◀ (insert no) [ ] 4947(a)(1) or [ ] 527

K Check here ▶ [ ] if the organization's gross receipts are normally not more than $25,000. The organization need not file a return with the IRS, but if the organization chooses to file a return, be sure to file a complete return. **Some states require a complete return.**

M Check ▶ [X] if the organization is **not** required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 8,489,152.

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances

Revenue	1	Contributions, gifts, grants, and similar amounts received:			
	a	Direct public support	1a 339,939.		
	b	Indirect public support	1b 1,129,775.		
	c	Government contributions (grants)	1c 5,812,950.		
	d	**Total** (add lines 1a through 1c) (cash $ 7,282,664. noncash $)		1d	7,282,664.
	2	Program service revenue including government fees and contracts (from Part VII, line 93)		2	469,169.
	3	Membership dues and assessments		3	
	4	Interest on savings and temporary cash investments		4	131,007.
	5	Dividends and interest from securities		5	
	6 a	Gross rents SEE STATEMENT 1	6a 203,871.		
	b	Less: rental expenses	6b		
	c	Net rental income or (loss) (subtract line 6b from line 6a)		6c	203,871.
	7	Other investment income (describe ▶ REALIZED GAIN ON INVESTMENTS)		7	5,973.
	8 a	Gross amount from sales of assets other than inventory	(A) Securities: 8a; (B) Other:		
	b	Less: cost or other basis and sales expenses	8b 35,759.		
	c	Gain or (loss) (attach schedule)	8c -35,759.		
	d	Net gain or (loss) (combine line 8c, columns (A) and (B)) STMT 2		8d	-35,759.
	9	Special events and activities (attach schedule). If any amount is from **gaming**, check here ▶ [ ]			
	a	Gross revenue (not including $ 0. of contributions reported on line 1a)	9a 244,089.		
	b	Less: direct expenses other than fundraising expenses	9b 68,227.		
	c	Net income or (loss) from special events (subtract line 9b from line 9a) SEE STATEMENT 3		9c	175,862.
	10 a	Gross sales of inventory, less returns and allowances	10a		
	b	Less: cost of goods sold	10b		
	c	Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)		10c	
	11	Other revenue (from Part VII, line 103)		11	152,379.
	12	**Total revenue** (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)		12	8,385,166.
Expenses	13	Program services (from line 44, column (B))		13	6,609,943.
	14	Management and general (from line 44, column (C))		14	1,612,137.
	15	Fundraising (from line 44, column (D))		15	82,276.
	16	Payments to affiliates (attach schedule)		16	
	17	**Total expenses** (add lines 16 and 44, column (A))		17	8,304,356.
Net Assets	18	Excess or (deficit) for the year (subtract line 17 from line 12)		18	80,810.
	19	Net assets or fund balances at beginning of year (from line 73, column (A))		19	8,388,998.
	20	Other changes in net assets or fund balances (attach explanation) SEE STATEMENT 4		20	-31,930.
	21	Net assets or fund balances at end of year (combine lines 18, 19, and 20)		21	8,437,878.

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523001 02-03-06 LHA **For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions.** Form 990 (2005)

G5-17 7

Part II Statement of Functional Expenses All organizations must complete column (A) Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others.

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22 Grants and allocations (attach schedule) (cash $ 0. noncash $ 0. If this amount includes foreign grants check here ▶ ☐	22				
23 Specific assistance to individuals (attach schedule)	23				
24 Benefits paid to or for members (attach schedule)	24				
25 Compensation of officers, directors, etc **	25	177,470.	0.	177,470.	0.
26 Other salaries and wages	26	4,077,946.	3,384,097.	637,235.	56,614.
27 Pension plan contributions	27				
28 Other employee benefits	28	646,648.	427,393.	214,980.	4,275.
29 Payroll taxes	29	479,471.	386,402.	86,953.	6,116.
30 Professional fundraising fees	30				
31 Accounting fees	31				
32 Legal fees	32				
33 Supplies	33	317,194.	280,252.	35,943.	999.
34 Telephone	34	173,402.	147,380.	25,647.	375.
35 Postage and shipping	35	25,566.	18,769.	6,519.	278.
36 Occupancy	36	425,802.	307,770.	117,080.	952.
37 Equipment rental and maintenance	37				
38 Printing and publications	38	94,744.	32,999.	55,240.	6,505.
39 Travel	39	213,301.	188,534.	23,453.	1,314.
40 Conferences, conventions, and meetings	40	38,383.	23,870.	14,200.	313.
41 Interest	41	37,353.	36,434.	919.	
42 Depreciation, depletion, etc (attach schedule)	42	320,096.	255,441.	61,511.	3,144.
43 Other expenses not covered above (itemize)					
a	43a				
b	43b				
c	43c				
d	43d				
e	43e				
f	43f				
g SEE STATEMENT 5	43g	1,276,980.	1,120,602.	154,987.	1,391.
44 **Total functional expenses.** Add lines 22 through 43 (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44	8,304,356.	6,609,943.	1,612,137.	82,276.

Joint Costs. Check ▶ ☐ if you are following SOP 98-2

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? ▶ ☐ Yes ☒ No

If "Yes," enter (i) the aggregate amount of these joint costs $ N/A, (ii) the amount allocated to Program services $ N/A; (iii) the amount allocated to Management and general $ N/A; and (iv) the amount allocated to Fundraising $ N/A

Form **990** (2005)

** SEE STATEMENT 6

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02-03-06

Part III **Statement of Program Service Accomplishments** *(See the instructions)*

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization How the public perceives an organization in such cases may be determined by the information presented on its return Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

What is the organization's primary exempt purpose? ▶ SEE STATEMENT 7 All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc Discuss achievements that are not measurable (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others)	Program Service Expenses (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
a FAMILY COUNSELING - OFFERS CONFIDENTIAL HELP THROUGH FAMILY, INDIVIDUAL, COUPLE OR GROUP SESSIONS DEALING WITH A VARIETY OF MENTAL HEALTH OR ECONOMIC CONDITIONS. COUNSELING IS ALSO PROVIDED FOR EMPLOYMENT ASSISTANCE. (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	1,394,251.
b PARENTING EDUCATION AND SUPPORT- OFFERS WORKSHOPS FOR PARENTS AND OTHER CAREGIVERS INCLUDING: FAMILY SKILLS TAINING, DIVORCING PARENTS, PARENTS OF CHILDREN WITH ADHD AND OTHER CHALLANGING BEHAVIORS. (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	852,502.
c CLINICAL SERVICES -RESIDENTIAL TREATMENT CENTER IN SEFORD DELAWARE FOR ADOLESCENTS WITH MENTAL HEALTH DIAGNOSIS. (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	956,899.
d ARC SERVICES TO YOUTH -INCLUDES A TEEN CENTER IN CLAYMONT AND A RECREATIONAL PROGRAM FOR YOUTH IN IN THE RIVERSIDE COMMUNITY OF WILMINGTON. (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	563,262.
e Other program services (attach schedule) SEE STATEMENT 8 (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	2,843,029.
f **Total of Program Service Expenses** (should equal line 44, column (B), Program services) ▶	6,609,943.

Form **990** (2005)

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02-03-06

Part IV Balance Sheets *(See the instructions.)*

Note: *Where required, attached schedules and amounts within the description column should be for end-of-year amounts only*

				(A) Beginning of year		(B) End of year
Assets	45 Cash - non-interest-bearing			15,288.	45	11,010.
	46 Savings and temporary cash investments			597,918.	46	494,143.
	47 a Accounts receivable	47a	168,022.			
	b Less: allowance for doubtful accounts	47b		98,843.	47c	168,022.
	48 a Pledges receivable	48a				
	b Less allowance for doubtful accounts	48b			48c	
	49 Grants receivable			644,857.	49	735,115.
	50 Receivables from officers, directors, trustees, and key employees				50	
	51 a Other notes and loans receivable	51a				
	b Less. allowance for doubtful accounts	51b			51c	
	52 Inventories for sale or use				52	
	53 Prepaid expenses and deferred charges			56,747.	53	61,335.
	54 Investments - securities STMT 9 ▶ ☐ Cost ☒ FMV			4,262,657.	54	4,300,700.
	55 a Investments - land, buildings, and equipment basis	55a				
	b Less accumulated depreciation	55b			55c	
	56 Investments - other				56	
	57 a Land, buildings, and equipment basis	57a	6,556,252.			
	b Less accumulated depreciation	57b	3,148,457.	3,612,348.	57c	3,407,795.
	58 Other assets (describe ▶ DEPOSITS)			1,100.	58	1,100.
	59 **Total assets** (must equal line 74) Add lines 45 through 58			9,289,758.	59	9,179,220.
Liabilities	60 Accounts payable and accrued expenses			72,783.	60	95,738.
	61 Grants payable				61	
	62 Deferred revenue				62	
	63 Loans from officers, directors, trustees, and key employees				63	
	64 a Tax-exempt bond liabilities				64a	
	b Mortgages and other notes payable			571,058.	64b	530,739.
	65 Other liabilities (describe ▶ ACCRUED PENSION COSTS)			256,919.	65	114,865.
	66 **Total liabilities.** Add lines 60 through 65)			900,760.	66	741,342.
Net Assets or Fund Balances	**Organizations that follow SFAS 117, check here** ▶ ☒ and complete lines 67 through 69 and lines 73 and 74.					
	67 Unrestricted			5,379,801.	67	5,506,100.
	68 Temporarily restricted			430,223.	68	407,813.
	69 Permanently restricted			2,578,974.	69	2,523,965.
	Organizations that do not follow SFAS 117, check here ▶ ☐ and complete lines 70 through 74					
	70 Capital stock, trust principal, or current funds				70	
	71 Paid-in or capital surplus, or land, building, and equipment fund				71	
	72 Retained earnings, endowment, accumulated income, or other funds				72	
	73 **Total net assets or fund balances** (add lines 67 through 69 or lines 70 through 72; column (A) must equal line 19, column (B) must equal line 21)			8,388,998.	73	8,437,878.
	74 **Total liabilities and net assets/fund balances.** Add lines 66 and 73			9,289,758.	74	9,179,220.

Part IV-A Reconciliation of Revenue per Audited Financial Statements With Revenue per Return *(See the instructions)*

a	Total revenue, gains, and other support per audited financial statements			a	8,408,245.
b	Amounts included on line a but not on Part I, line 12:				
1	Net unrealized gains on investments	b1	23,079.		
2	Donated services and use of facilities	b2			
3	Recoveries of prior year grants	b3			
4	Other (specify)	b4			
	Add lines b1 through b4			b	23,079.
c	Subtract line b from line a			c	8,385,166.
d	Amounts included on Part I, line 12, but not on line a:				
1	Investment expenses not included on Part I, line 6b	d1			
2	Other (specify)	d2			
	Add lines d1 and d2			d	0.
e	**Total revenue** (Part I, line 12) Add lines c and d ▶			e	8,385,166.

Part IV-B Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

a	Total expenses and losses per audited financial statements			a	8,304,356.
b	Amounts included on line a but not on Part I, line 17.				
1	Donated services and use of facilities	b1			
2	Prior year adjustments reported on Part I, line 20	b2			
3	Losses reported on Part I, line 20	b3			
4	Other (specify)	b4			
	Add lines b1 through b4			b	0.
c	Subtract line b from line a			c	8,304,356.
d	Amounts included on Part I, line 17, but not on line a:				
1	Investment expenses not included on Part I, line 6b	d1			
2	Other (specify)	d2			
	Add lines d1 and d2			d	0.
e	**Total expenses** (Part I, line 17) Add lines c and d ▶			e	8,304,356.

Part V-A Current Officers, Directors, Trustees, and Key Employees (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated) *(See the instructions)*

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (If not paid, enter -0-)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
ALVIN SNYDER 2005 BAYNARD BLVD WILMINGTON, DELAWARE 19808	EXECUTIVE DIRECTOR 40.00	107,825.	0.	0.
STEVEN GREENGOLD 2005 BAYNARD BLVD WILMINGTON, DELAWARE 19808	DIRECTOR OF FINANCE 40.00	69,645.	0.	0.
VARIOUS OTHER BOARD MEMBERS	SEE ATTACHED LIST 0.00	0.	0.	0.

Part V-A Current Officers, Directors, Trustees, and Key Employees *(continued)*

			Yes	No
75 a	Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings ▶ 31			
b	Are any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, related to each other through family or business relationships? If "Yes," attach a statement that identifies the individuals and explains the relationship(s)	75b		X
c	Do any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to this organization through common supervision or common control?	75c		X
	Note. Related organizations include section 509(a)(3) supporting organizations. If "Yes," attach a statement that identifies the individuals, explains the relationship between this organization and the other organization(s), and describes the compensation arrangements, including amounts paid to each individual by each related organization			
d	Does the organization have a written conflict of interest policy?	75d		X

Part V-B Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits (If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column See the instructions)

(A) Name and address	(B) Loans and Advances	(C) Compensation	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
NONE				

Part VI Other Information *(See the instructions)*

			Yes	No
76	Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity	76		X
77	Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes	77		X
78 a	Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return?	78a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	78b		
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79		X
80 a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?	80a		X
b	If "Yes," enter the name of the organization ▶ N/A and check whether it is ☐ exempt or ☐ nonexempt			
81 a	Enter direct or indirect political expenditures (See line 81 instructions.) 81a 0.			
b	Did the organization file **Form 1120-POL** for this year?	81b		X

Part VI Other Information *(continued)*

				Yes	No
82 a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?		82a		X
b	If "Yes," you may indicate the value of these items here Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III)	82b N/A			
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?		83a	X	
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?		83b	X	
84 a	Did the organization solicit any contributions or gifts that were not tax deductible?		84a		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	N/A	84b		
85	*501(c)(4), (5), or (6) organizations* a Were substantially all dues nondeductible by members?	N/A	85a		
b	Did the organization make only in-house lobbying expenditures of $2,000 or less?	N/A	85b		
	If "Yes" was answered to either 85a or 85b, **do not** complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year				
c	Dues, assessments, and similar amounts from members	85c N/A			
d	Section 162(e) lobbying and political expenditures	85d N/A			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e N/A			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f N/A			
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	N/A	85g		
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	N/A	85h		
86	*501(c)(7) organizations* Enter a Initiation fees and capital contributions included on line 12	86a N/A			
b	Gross receipts, included on line 12, for public use of club facilities	86b N/A			
87	*501(c)(12) organizations* Enter a Gross income from members or shareholders	87a N/A			
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them)	87b N/A			
88	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301 7701-2 and 301 7701 3? If "Yes," complete Part IX		88		X
89 a	*501(c)(3) organizations* Enter: Amount of tax imposed on the organization during the year under: section 4911 ▶ 0. ; section 4912 ▶ 0. ; section 4955 ▶ 0.				
b	*501(c)(3) and 501(c)(4) organizations* Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction		89b		X
c	Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958	▶ 0.			
d	Enter Amount of tax on line 89c, above, reimbursed by the organization	▶ 0.			
90 a	List the states with which a copy of this return is filed ▶ PA				
b	Number of employees employed in the pay period that includes March 12, 2005	90b 173			
91 a	The books are in care of ▶ STEVEN GREENGOLD Telephone no. ▶ 320-658-5177 Located at ▶ 2005 BAYNARD BLVD WILMINGTON DELAWARE ZIP + 4 ▶ 19802				
b	At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," enter the name of the foreign country ▶ N/A See the instructions for exceptions and filing requirements for **Form TD F 90-22.1,** Report of Foreign Bank and Financial Accounts.		91b		X
c	At any time during the calendar year, did the organization maintain an office outside of the United States? If "Yes," enter the name of the foreign country ▶ N/A		91c		X
92	*Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of* **Form 1041**- Check here ▶ ☐ and enter the amount of tax-exempt interest received or accrued during the tax year ▶	92 N/A			

Part VII Analysis of Income-Producing Activities *(See the instructions.)*

Note: *Enter gross amounts unless otherwise indicated*	Unrelated business income (A) Business code	(B) Amount	Excluded by section 512, 513, or 514 (C) Exclusion code	(D) Amount	(E) Related or exempt function income
93 Program service revenue:					
a PROGRAM SERVICE FEES					469,169.
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	131,007.	
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property			16	203,871.	
98 Net rental income or (loss) from personal property					
99 Other investment income			14	5,973.	
100 Gain or (loss) from sales of assets other than inventory					-35,759.
101 Net income or (loss) from special events			03	175,862.	
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a MISCELLANEOUS			01		10,325.
b PERIODIC PENSION INCOME					142,054.
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		516,713.	585,789.
105 **Total** (add line 104, columns (B), (D), and (E))					▶ 1,102,502.

Note: *Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I*

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes *(See the instructions.)*

Line No. ▼	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
93 A	FEES RECEIVED FROM COUNSELING SERVICES THAT SUPPORT THE ORGANIZATION'S
93 A	EXEMPT PURPOSE.

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities *(See the instructions.)*

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
	%			
N/A	%			
	%			
	%			

Part X Information Regarding Transfers Associated w[redacted]

(a) Did the organization, during the year, receive any funds, directly or indirectly, to[redacted]

(b) Did the organization, during the year, pay premiums, directly or indirectly, on a[redacted]

Note: *If "Yes" to* **(b)**, *file Form 8870* **and** *Form 4720 (see instructions).*

Please Sign Here Under penalties of perjury, I declare that I have examined this return, including accomp[redacted] correct, and complete Declaration of preparer (other than officer) is based on all inform[redacted]

▶ Signature of officer | Date 5/[redacted]

Paid Preparer's Use Only

Preparer's signature ▶ Barbacane Thornton & C[redacted]

Firm's name (or yours if self-employed), address, and ZIP + 4 ▶ BARBACANE, THORNTON & CO[redacted]
202 BANCROFT BLDG, 3411 [redacted]
WILMINGTON, DE 19810-486[redacted]

523163 02-03-06

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Organization Exempt Under Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k), 501(n), or 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information-(See separate instructions.)

▶ MUST be completed by the above organizations and attached to their Form 990 or 990-EZ

OMB No 1545-0047

2005

Name of the organization: CHILDREN AND FAMILIES FIRST, INC.

Employer identification number: 51 0065731

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees

(See page 1 of the instructions. List each one If there are none, enter "None")

(a) Name and address of each employee paid more than $50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
LESLIE J. NEWMAN 2005 BAYNARD BLVD. , WILMINGTON, DE	DIR DEVELOPME 40.00	72,630.		
VIRGINIA LOCKMAN 2005 BAYNARD BLVD. , WILMINGTON, DE	DIR ADMIN 40.00	68,620.		
MICHAEL J SIMPSON 2005 BAYNARD BLVD. , WILMINGTON, DE	CIO 40.00	67,580.		
VINCENT GIAMPEITRO 2005 BAYNARD BLVD. , WILMINGTON, DE	DIR PRGM 40.00	62,140.		
ZAKIYA Y. BAKARI 2005 BAYNARD BLVD. , WILMINGTON, DE	PROGRAM MANAG 40.00	59,250.		
Total number of other employees paid over $50,000 ▶	0			

Part II-A Compensation of the Five Highest Paid Independent Contractors for Professional Services

(See page 2 of the instructions. List each one (whether individuals or firms). If there are none, enter "None.")

(a) Name and address of each independent contractor paid more than $50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over $50,000 for professional services ▶ 0		

Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services

(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter "None." See page 2 of the instructions.)

(a) Name and address of each independent contractor paid more than $50,000	(b) Type of service	(c) Compensation
NONE		
Total number of other contractors receiving over $50,000 for other services ▶ 0		

Part III **Statements About Activities** (See page 2 of the instructions.)

		Yes	No
1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ $ _____ $ _____ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.)	1		X
Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes" must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.			
2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? *(If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)*			
a Sale, exchange, or leasing of property?	2a		X
b Lending of money or other extension of credit?	2b		X
c Furnishing of goods, services, or facilities?	2c		X
d Payment of compensation (or payment or reimbursement of expenses if more than $1,000)?	2d		X
e Transfer of any part of its income or assets?	2e		X
3 a Do you make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how you determine that recipients qualify to receive payments.)	3a		X
b Do you have a section 403(b) annuity plan for your employees?	3b		X
c During the year, did the organization receive a contribution of qualified real property interest under section 170(h)?	3c		X
4 a Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?	4a		X
b Do you provide credit counseling, debt management, credit repair, or debt negotiation services?	4b		X

Part IV **Reason for Non-Private Foundation Status** (See pages 3 through 6 of the instructions.)

The organization is not a private foundation because it is: (Please check only **ONE** applicable box.)

5 ☐ A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i)

6 ☐ A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)

7 ☐ A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).

8 ☐ A Federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).

9 ☐ A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). **Enter the hospital's name, city, and state** ▶ _____

10 ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv) (Also complete the **Support Schedule** in Part IV-A.)

11a ☒ An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)

11b ☐ A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)

12 ☐ An organization that normally receives. **(1) more than 33 1/3%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions - subject to certain exceptions, and **(2) no more than 33 1/3%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)

13 ☐ An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in **(1)** lines 5 through 12 above; or **(2)** sections 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). Check the box that describes the type of supporting organization: ▶ ☐ Type 1 ☐ Type 2 ☐ Type 3

Provide the following information about the supported organizations. (See page 6 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Line number from above

14 ☐ An organization organized and operated to test for public safety. Section 509(a)(4) (See page 6 of the instructions.)

Part IV-A **Support Schedule** (Complete only if you checked a box on line 10, 11, or 12.) **Use cash method of accounting.**
Note: *You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting*

Calendar year (or fiscal year beginning in) ▶	(a) 2004	(b) 2003	(c) 2002	(d) 2001	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	7,133,936.	6,416,125.	5,897,633.	6,560,936.	26,008,630.
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	547,293.	575,040.	740,586.	963,006.	2,825,925.
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	321,316.	396,174.	157,984.	470,238.	1,345,712.
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets	7,598.	41,009.	SEE STATEMENT 10 29,173.	2,115.	79,895.
23 Total of lines 15 through 22	8,010,143.	7,428,348.	6,825,376.	7,996,295.	30,260,162.
24 Line 23 minus line 17	7,462,850.	6,853,308.	6,084,790.	7,033,289.	27,434,237.
25 Enter 1% of line 23	80,101.	74,283.	68,254.	79,963.	

26 **Organizations described on lines 10 or 11:** a Enter 2% of amount in column (e), line 24 ▶ 26a 548,685.

b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2001 through 2004 exceeded the amount shown in line 26a. **Do not file this list with your return** Enter the total of all these excess amounts ▶ 26b 0.

c Total support for section 509(a)(1) test: Enter line 24, column (e) ▶ 26c 27,434,237.

d Add: Amounts from column (e) for lines: 18 1,345,712. 19 _____ 22 79,895. 26b _____ ▶ 26d 1,425,607.

e Public support (line 26c minus line 26d total) ▶ 26e 26,008,630.

f **Public support percentage (line 26e (numerator) divided by line 26c (denominator))** ▶ 26f 94.8035%

27 **Organizations described on line 12:** a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." **Do not file this list with your return.** Enter the sum of such amounts for each year: N/A

(2004) (2003) (2002) (2001)

b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the **larger** of **(1)** the amount on line 25 for the year or **(2)** $5,000. (Include in the list organizations described in lines 5 through 11b, as well as individuals.) **Do not file this list with your return.** After computing the difference between the amount received and the larger amount described in **(1)** or **(2)**, enter the sum of these differences (the excess amounts) for each year: N/A

(2004) (2003) (2002) (2001)

c Add: Amounts from column (e) for lines. 15 _____ 16 _____ 17 _____ 20 _____ 21 _____ ▶ 27c N/A

d Add: Line 27a total _____ and line 27b total _____ ▶ 27d N/A

e Public support (line 27c total minus line 27d total) ▶ 27e N/A

f Total support for section 509(a)(2) test: Enter amount on line 23, column (e) ▶ 27f N/A

g **Public support percentage (line 27e (numerator) divided by line 27f (denominator))** ▶ 27g N/A %

h **Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))** ▶ 27h N/A %

28 **Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 2001 through 2004, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. **Do not file this list with your return.** Do not include these grants in line 15.

NONE

Part V **Private School Questionnaire** (See page 7 of the instructions.) N/A

(To be completed ONLY by schools that checked the box on line 6 in Part IV)

			Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?	29		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?	30		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves?	31		
	If "Yes," please describe; if "No," please explain (If you need more space, attach a separate statement.)			
32	Does the organization maintain the following:			
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c		
d	Copies of all material used by the organization or on its behalf to solicit contributions?	32d		
	If you answered "No" to any of the above, please explain (If you need more space, attach a separate statement.)			
33	Does the organization discriminate by race in any way with respect to:			
a	Students' rights or privileges?	33a		
b	Admissions policies?	33b		
c	Employment of faculty or administrative staff?	33c		
d	Scholarships or other financial assistance?	33d		
e	Educational policies?	33e		
f	Use of facilities?	33f		
g	Athletic programs?	33g		
h	Other extracurricular activities?	33h		
	If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)			
34 a	Does the organization receive any financial aid or assistance from a governmental agency?	34a		
b	Has the organization's right to such aid ever been revoked or suspended?	34b		
	If you answered "Yes" to either 34a or b, please explain using an attached statement.			
35	Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4.05 of Rev. Proc. 75-50, 1975-2 C B 587, covering racial nondiscrimination? If "No," attach an explanation	35		

Part VI-A **Lobbying Expenditures by Electing Public Charities** (See page 9 of the instructions.) N/A

(To be completed **ONLY** by an eligible organization that filed Form 5768)

Check ▶ a ☐ if the organization belongs to an affiliated group Check ▶ b ☐ if you checked "a" and "limited control" provisions apply.

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred)		(a) Affiliated group totals	(b) To be completed for ALL electing organizations
		N/A	
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36		
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37		
38 Total lobbying expenditures (add lines 36 and 37)	38		
39 Other exempt purpose expenditures	39		
40 Total exempt purpose expenditures (add lines 38 and 39)	40		
41 Lobbying nontaxable amount. Enter the amount from the following table -			
If the amount on line 40 is - / **The lobbying nontaxable amount is -**			
Not over $500 000 — 20% of the amount on line 40			
Over $500 000 but not over $1,000,000 — $100,000 plus 15% of the excess over $500,000			
Over $1 000 000 but not over $1,500,000 — $175 000 plus 10% of the excess over $1,000 000	41		
Over $1 500 000 but not over $17,000 000 — $225,000 plus 5% of the excess over $1 500,000			
Over $17 000 000 — $1 000,000			
42 Grassroots nontaxable amount (enter 25% of line 41)	42		
43 Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43		
44 Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44		
Caution: *If there is an amount on either line 43 or line 44, you must file Form 4720.*			

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 45 through 50 on page 11 of the instructions)

	Lobbying Expenditures During 4-Year Averaging Period				N/A
Calendar year (or fiscal year beginning in) ▶	(a) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
45 Lobbying nontaxable amount					0.
46 Lobbying ceiling amount (150% of line 45(e))					0.
47 Total lobbying expenditures					0.
48 Grassroots nontaxable amount					0.
49 Grassroots ceiling amount (150% of line 48(e))					0.
50 Grassroots lobbying expenditures					0.

Part VI-B **Lobbying Activity by Nonelecting Public Charities**

(For reporting only by organizations that did not complete Part VI-A) (See page 11 of the instructions) N/A

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:	Yes	No	Amount
a Volunteers			
b Paid staff or management (Include compensation in expenses reported on lines c through h)			
c Media advertisements			
d Mailings to members, legislators, or the public			
e Publications, or published or broadcast statements			
f Grants to other organizations for lobbying purposes			
g Direct contact with legislators, their staffs, government officials, or a legislative body			
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means			
i Total lobbying expenditures (Add lines c through h)			0.

If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities.

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See page 12 of the instructions.)

51 Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

		Yes	No
a Transfers from the reporting organization to a noncharitable exempt organization of:			
(i) Cash	51a(i)		X
(ii) Other assets	a(ii)		X
b Other transactions:			
(i) Sales or exchanges of assets with a noncharitable exempt organization	b(i)		X
(ii) Purchases of assets from a noncharitable exempt organization	b(ii)		X
(iii) Rental of facilities, equipment, or other assets	b(iii)		X
(iv) Reimbursement arrangements	b(iv)		X
(v) Loans or loan guarantees	b(v)		X
(vi) Performance of services or membership or fundraising solicitations	b(vi)		X
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	c		X

d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received: N/A

(a) Line no.	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements

52 a Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ▶ ☐ Yes ☒ No

b If "Yes," complete the following schedule: N/A

(a) Name of organization	(b) Type of organization	(c) Description of relationship

FORM 990 RENTAL INCOME STATEMENT 1

KIND AND LOCATION OF PROPERTY	ACTIVITY NUMBER	GROSS RENTAL INCOME
OFFICE SPACE 410 SOUTH BEFORD ST, GEORGETOWN, DE	1	22,424.
OFFFICE SPACE 611 SOUTH DUPONT ST. MILFORD DELAWARE	2	44,651.
OFFICE SPACE 809 WASHINGTON ST. WILMINGTON DE	3	127,579.
OFFICE SPACE 410 301 NORTH HARRISON ST, WILMININGTON, DE	4	9,217.
TOTAL TO FORM 990, PART I, LINE 6A		203,871.

FORM 990 GAIN (LOSS) FROM SALE OF OTHER ASSETS STATEMENT 2

DESCRIPTION	DATE ACQUIRED	DATE SOLD	METHOD ACQUIRED
VARIOUS OFFICE ASSETS			PURCHASED

NAME OF BUYER	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	DEPREC	NET GAIN OR (LOSS)
	0.	35,759.	0.	0.	-35,759.
TO FM 990, PART I, LN 8		35,759.	0.	0.	-35,759.

FORM 990 SPECIAL EVENTS AND ACTIVITIES STATEMENT 3

DESCRIPTION OF EVENT	GROSS RECEIPTS	CONTRIBUT. INCLUDED	GROSS REVENUE	DIRECT EXPENSES	NET INCOME
CHILD'S PLAY	221,326.		221,326.	64,163.	157,163.
5 K RUN	22,763.		22,763.	4,064.	18,699.
TO FM 990, PART I, LINE 9	244,089.		244,089.	68,227.	175,862.

FORM 990 OTHER CHANGES IN NET ASSETS OR FUND BALANCES STATEMENT 4

DESCRIPTION	AMOUNT
UNREALIZED GAIN ON INVESTMENTS	23,079.
NET ASSETS OF MERGED ENTITY	
LOSS ON BENEFICIAL INTEREST IN PERPETUAL TRUST	-55,009.
TOTAL TO FORM 990, PART I, LINE 20	-31,930.

FORM 990 OTHER EXPENSES STATEMENT 5

DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
INSURANCE	94,808.	44,459.	50,349.	
PROFESSIONAL FEES	271,298.	199,112.	71,757.	429.
SPECIFIC ASSISTANCE TO INDIVIDUALS	815,861.	815,861.		
MEMBERSHIP DUES	22,586.	12,506.	9,168.	912.
MISCELLANEOUS	24,156.	3,500.	20,606.	50.
BAD DEBT EXPENSES	18,085.	18,085.		
RECRUITMENT	30,186.	27,079.	3,107.	
TOTAL TO FM 990, LN 43	1,276,980.	1,120,602.	154,987.	1,391.

FORM 990 OFFICER COMPENSATION ALLOCATION STATEMENT 6
PART II, LINE 25

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS OF A, B & C
ALVIN SNYDER	107,825.			
A. PROGRAM SERVICES				
B. MANAGEMENT AND GENERAL	107,825.			107,825.
C. FUNDRAISING				

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS OF A, B & C
STEVEN GREENGOLD	69,645.			
A. PROGRAM SERVICES				
B. MANAGEMENT AND GENERAL	69,645.			69,645.
C. FUNDRAISING				

TOTAL PROGRAM SERVICES	
TOTAL MANAGEMENT AND GENERAL	177,470.
TOTAL FUNDRAISING	
TOTAL OFFICER, ETC., COMPENSATION INCLUDED ON LINE 25	177,470.

FORM 990 STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE STATEMENT 7
PART III

EXPLANATION

TO STRENGTHEN, SUPPORT AND ADVOCATE FOR CHILDREN, FAMILIES AND INDIVIDUALS BY PROVIDING COMPREHENSIVE SERVICES REGARDLESS OF ABILITY TO PAY.

FORM 990 OTHER PROGRAM SERVICES STATEMENT 8

DESCRIPTION	GRANTS AND ALLOCATIONS	EXPENSES
FOSTER FAMILY CARE		1,324,754.
ADOPTION SERVICES		183,706.
HEALTH CARE		
STRETHENING FAMILIES		711,335.
EMPLOYMENT PREPARATION		623,234.
TOTAL TO FORM 990, PART III, LINE E		2,843,029.

FORM 990 OTHER SECURITIES STATEMENT 9

SECURITY DESCRIPTION	COST/FMV	OTHER SECURITIES
BENEFICIAL INTERST IN PERPETUAL TRUSTS	FMV	2,006,942.
INVESTMENTS	FMV	2,293,758.
TO FORM 990, LINE 54, COL B		4,300,700.

SCHEDULE A OTHER INCOME STATEMENT 10

DESCRIPTION	2004 AMOUNT	2003 AMOUNT	2002 AMOUNT	2001 AMOUNT
MISCELLANEOUS	7,598.	41,009.	29,173.	2,115.
TOTAL TO SCHEDULE A, LINE 22	7,598.	41,009.	29,173.	2,115.

PBC

LDM 12/13/04
AJP 3/3/05

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CHILDREN AND FAMILIES FIRST
BOARD OF DIRECTORS
12/31/2005

Aguida Atkinson, M.D.		2005 Baynard Blvd., Wilmington DE 19802
Sandra H. Autumn	Asst. Treasurer	2005 Baynard Blvd., Wilmington DE 19802
Angela B. Case		2005 Baynard Blvd., Wilmington DE 19802
Mary Jo Chandler		2005 Baynard Blvd., Wilmington DE 19802
Lisa Strong Chase		2005 Baynard Blvd , Wilmington DE 19802
P. Clarkson Collins, Jr., Esq.		2005 Baynard Blvd , Wilmington DE 19802
Katy Connolly		2005 Baynard Blvd., Wilmington DE 19802
Annie Coons		2005 Baynard Blvd., Wilmington DE 19802
Ann Dunkelberger		2005 Baynard Blvd., Wilmington DE 19802
David J.J. Facciolo, Esq		2005 Baynard Blvd., Wilmington DE 19802
George Forbes		2005 Baynard Blvd., Wilmington DE 19802
Patricia A. Gallagher, Esq.	Vice-President	2005 Baynard Blvd., Wilmington DE 19802
Carol Gausz-Mandelberg	President	2005 Baynard Blvd., Wilmington DE 19802
Muriel E. Gilman		2005 Baynard Blvd., Wilmington DE 19802
Edward Goate, PhD		2005 Baynard Blvd., Wilmington DE 19802
Honorable Mary M Johnston		2005 Baynard Blvd., Wilmington DE 19802
Thomas F. Jones, Jr. FHFMA		2005 Baynard Blvd., Wilmington DE 19802
Ted Kaufman	Secretary	2005 Baynard Blvd., Wilmington DE 19802
John W. Land		2005 Baynard Blvd., Wilmington DE 19802
Ellen K. Levin		2005 Baynard Blvd., Wilmington DE 19802
Tony J. Lewis		2005 Baynard Blvd., Wilmington DE 19802
Carl F. McMillan		2005 Baynard Blvd., Wilmington DE 19802
Thomas J Mumford, PhD		2005 Baynard Blvd., Wilmington DE 19802
Melanie Penna		2005 Baynard Blvd., Wilmington DE 19802
Iris Rosa		2005 Baynard Blvd., Wilmington DE 19802
Gilbert Scarborough, III		2005 Baynard Blvd , Wilmington DE 19802
John F. Schmutz, Esq.		2005 Baynard Blvd., Wilmington DE 19802
Arlene Smalls, MD		2005 Baynard Blvd., Wilmington DE 19802
Douglas M. Stephenson	Treasurer	2005 Baynard Blvd., Wilmington DE 19802
David G. Turner		2005 Baynard Blvd., Wilmington DE 19802
Lee A. Wheeler		2005 Baynard Blvd., Wilmington DE 19802

CHILDREN AND FAMILIES FIRST
CONTRIBUTORS OF $5,000 OR GREATER
12/31/2005

8,041
5,000
7,500
5,223
22,000
15,000
22,000
10,000
10,000
5,000
30,000
20,000
20,000
25,000
6,000
210,764

CHILDREN AND FAMILIES FIRST
Fixed assets
12/31/2005

	Balance 12/31/2004		Additions to Assets	Disposal of Assets	Balance 12/31/2005
Land and Improvements	PY 519,294.39		0.00		519,294.39
Construction in Progress-RTC Addition	PY 138,907.57		0.00	138,907.57	0.00
Buildings and Improvements	PY 3,987,076.23		180,740.89		4,167,817.12
Automobiles	PY 417,657.71		51,742.00	52,469.00	416,930.71
Building equipment and furnishings	PY 923,250.58		15,161.23		938,411.81
Office equipment	PY 404,296.31		42,564.89	78,137.69	368,723.51
MIS implementation	PY 144,519.25				144,519.25
TOTAL	6,535,002.04		290,209.01	269,514.26	
Less: accumulated depreciation	PY 2,923,191.12	-	320,094 70	(95,174.53)	3,148,111.29
NET	3,611,810.92	-	(29,885.69)	364,688.79	3,946,614.02

	Accumulated Depreciation 1/1/2005		Accumulated Depr. From Merger	Depreciation Expense 2005	Accumulated Depreciation disposals	Accumulated Depreciation 12/31/2005
Buildings and Improvements	PY 1,627,917.84			147,217.97		1,775,135.81
Automobiles	PY 306,364.01			29,881.90	(46,505.00)	289,740.91
Building equipment and furnishings	PY 560,330.99			68,921.41		629,252.40
Office equipment	PY 289,184.03			73,048.42	(48,669.53)	313,562.92
MIS implementation	PY 139,394.25			1,025.00		140,419.25
Accumulated Depreciation	2,923,191.12			320,094.70	(95,174.53)	3,148,111.29

CHILDREN & FAMILIES FIRST, INC.
AUTO DEPRECIATION SCHEDULE
2005

GL Acct#300000-1110-00-000 PBC CJL 02/16/2006
Accum Depr # 300000-1135-00-000 LDM 2/28/2006
04/01/2006

Line #		IN SVC DATE	EST LIFE	Asset Total	Prior Years Accum Depre	300000-8601 Deprec Exp Current Year	Accum Depr Total	Remaining Basis	Disposal	P&L Impact
1	AEROSTAR MINI VAN - GT	09/94	5.00	16,876.00	16,876.00		16,876.00	-	16,876.00	0.00
2	AEROSTAR MINI VAN - LAO	09/94	5.00	16,876 00	16,876.00		16,876.00	-		
3	1996 SATURN WAGON	10/02/96	3.00	14,596.00	14,596.00		14,596.00	-		
4	1997 SATURN WAGON	10/02/96	3.00	15,258.00	15,258 00		15,258.00	-		
5	1996 AEROSTAR VAN-RTC	10/02/96	5.00	15,521.55	15,521.55		15,521 55	-		
6	96 CUTAWAY VAN-REACH	11/21/96	5.00	16,540.35	16,540.35		16,540.35	-		
7	BALANCE ON REACH VAN	11/21/96	5.00	24,494.91	24,494 91		24,494.91	-		
8	SLICERS (REACH VAN)	7/31/98	5.00	2,776.00	2,776 00		2,776.00	-		
9	1998 RAM 3500 PASSENGER VAN	6/11/1999	5.00	19,295.00	19,295 00		19,295.00	-	19,295.00	0.00
10	1999 DODGE VAN	12/31/1999	5.00	18,876.00	18,876 00		18,876 00	-		
11	2000 CHRYSLER VAN	12/31/2000	5.00	18,348.00	14,978 40	3,369.60	18,348 00	-		
12	2000 CHRYSLER VAN	12/31/2000	5.00	18,348.00	14,678 40	3,669.60	18,348.00	-		
13	2000 DODGE VAN	12/31/2000	5.00	18,348.00	14,678.40	3,669.60	18,348.00	-		
14	2001 Dodge 18 Passenger Van White-Bri	6/7/2001	5.00	16,298.00	10,334.00	-	10,334.00	-	16,298.00	5964.00
15	2003 MALIBU - RTC	6/25/2003	5 00	14,073.00	2,814 60	1,407.30	4,221.90	9,851.10		
16	2003 ASTRO LS VAN - RTC	6/25/2003	5.00	19,962.00	3,992.40	1,996 20	5,988.60	13,973.40		
17	1997 PLYMOUTH VAN - RMP	5/1/2004	5 00							
18	1997 PLYMOUTH VAN - RMP	5/1/2004	5.00	5 vans acquired in merger						
19	1997 PLYMOUTH VAN - RMP	5/1/2004	5.00						Sold	0.00
20	1998 PLYMOUTH VAN - RMP	5/1/2004	5.00							
21	2000 DODGE VAN - RMP	5/1/2004	5 00	87,581.00	83,778.00	1,598.00	85,376.00	2,205.00		
22	2004 FORD FREESTAR VAN	7/29/2004	5.00	19,496.00		3,899.20	3,899.20	15,596.80		
23	2004 FORD FREESTAR VAN	12/28/2004	5.00	22,509.00		4,501.80	4,501.80	18,007.20		
24	2004 FORD FREESTAR VAN	12/28/2004	5.00	21,584.00		4,316.80	4,316.80	17,267.20		
25	2005 FORD FREESTAR VAN	5/18/2005	5.00	① ✓ 14,538 00		1,453.80	1,453.80	13,084.20		
26	2005 MERCURY MONTEREY VAN	7/28/2005	5.00	① ✓ 19,707.00						
27	2005 FORD FREESTAR VAN	9/7/2005	5.00	① ✓ 17,497.00						
				↳ ② 469,398.81	PY 306,364.01	↳ 29,881.90	↳ 336,245.91	89,984.90	③ 52,469.00	↳ 5,964.00
						↳ F-1	46,505 00	F-1	↳ ↳	F-1
							289,740.91			
						↳	F-1			

Asset Total	② - ③	416,929.81		
per lead		416,930.71	F-1	↳
		-0.90	i	
Additions	Σ ①	51,742.00	F-1	↳

✓ Traced new addition to supporting inovice
↳ Footed

F-1A

Note: We recalculated all of 2005 depreciation expenses and accumulated depreciation.
No exceptions noted. No further testing deemed necessary.

4 We calculated the total P & L Fixed Asset Disposal as below:

Auto	5,964.00	
Equipment	29,468.17	
Total	35,432.17	
	35,758 85	**TB**
	(326.68)	i

It deemed reasonable, no further testing necessary

CHILDREN & FAMILIES FIRST, INC
BUILDINGS
2005 DEPRECIATION SCHEDULE

GL Acct#300000-1105-00-000
Accum Deprec # 300000-1130-00-000

Line #		IN SVC DATE	EST LIFE	Asset Total	Prior Accum Deprec	300000-8601 Deprec Exp	Total Accum Deprec	Remaining Basis	Disposal	P&L Impact
1	Building thru 12/31/69	12/31/1969	40	499,272 66	443,070 92	12,481 82	455 552 74	43,719 92		
2	Roof	10/23/1995	33	10,077 00	8,855 45	305 36	9,160 81	916 19		
3	Milford Building	10/1/1979	40	119,876 49	74,922 76	2,996 91	77,919 67	41,956 82		
4	Land Improvements-Parking Lot	1970-1975	10	61,751 00	38,386 22	6,175 10	44,561 32	17,189 68		
5	New Concrete Steps and Railing	7/20/1989	20	6,395 00	4,796 25	319 75	5,116 00	1,279 00		
6	2001 Baynard Purchases	9/20/1989	40	149,032 82	52,161 48	3,725 82	55,887 30	93,145 52		
7	Renovations 2001	12/30/1990	40	142,575 48	49,901 45	3,564 39	53,465 84	89,109 64		
8	Renovations 2001	6/30/1991	40	76,913 54	25,958 33	1,922 84	27,881 17	49,032 37		
9	Bilco 2001	9/30/1991	40	750 00	243 75	18 75	262 50	487 50		
10	301 N. HARRISON	12/31/92	30	266,769 33	106,707 72	8,892 31	115,600 03	151,169 30		
11	1993 DEPRECIATION-FSD	OLD	30	438,593 04	352,009 90	14,619 77	366,629 67	71,963 37		
12	ARCHITECT RENOVATION	01/31/93	5	450 00	450 00	-	450 00	-		
13	2001-BLDG IMPROV	01/31/93	10	884 00	884 00	-	884 00	-		
14	ARCHITECT FEES BLDG	2/28/93	1	80 00	80 00	-	80 00	-		
15	301 BLDG	06/30/93	30	6,655 00	2,551 06	221 83	2,772 89	3,882 11		
16	ROOF-809&2005 BLDGS	6/30/94	20	33,700 00	16,850 00	1,685 00	18,535 00	15,165 00		
17	ROOF-2001 BAYNARD BLDG	11/30/94	20	2,600 00	1,300 00	130 00	1,430 00	1,170 00		
18	Reception Area Renovations	3/22/95	40	10,028 00	3,259 10	250 70	3,509 80	6,518 20		
19	TCC Building	9/1/95	30	899,436 08	269,190 81	29,981 20	299,172 01	600,264 07		
20	2001-ROOF & DECK REPAIRS	11/7/1997	30	4,650 00	1,085 00	155 00	1,240 00	3 410 00		
21	301 HARRISON-FENCE	12/2/1997	30	14,333 00	3,344 38	477 77	3,822 15	10,510 85		
22	Slate steps	5/98	10	3,800 00	2,660 00	380 00	3,040 00	760 00		
23	Fireproof room 2005	7/98	10	4,154 00	2 492 40	415 40	2,907 80	1,246 20		
24	2005 perimeter fence	9/98	5	3,295 00	3,954 00	(659 00)	3,295 00	-		
25	2001 ROOF	4/99	20	17,980 00	4,944 50	899 00	5,843 50	12,136 50		
26	Repave Parking Lot 2005	5/31/2001	7	10,845 00	3,098 57	774 64	3,873 21	6,971 79		
27	Seaford House RTC	12/31/2001	20	936,047 44	140,407 11	46,802 37	187,209 48	748,837 96		
28	Kent Construction (Final Payment)	10/31/2003	5	6,020 21	3,612 12	1,204 04	4,816 16	1,204 05		
29	Architecural Fees	5/31/2002	5	3,591 14	2,154 69	718 23	2,872 92	718 22		
30	Roof - Milford VNA	6/30/2003	20	3,250 00	162 50	81 25	243 75	3,006 25		
31	Building - 715 Tatnall St - RMP merger	5/1/2004	30	234,071 00	7,802 37	7,802 37	15,604 74	218,466 26		
32	2001 Bldg Window Replacement	In Progress	30	19,200 00	640 00	640 00	1,280 00	17,920 00		
33	Georgetown - New Roof Shingles	1/10/2005	20 (1)	4,707 00	0 00	235 35	235 35	4,471 65		
34	2001 Bldg Window Replacement	In Progress	30 (1)	11,640 00	0 00	0 00	0 00	11,640 00		
35	Seaford House - Classroom Expansion	12/31/2005	20 (1)	164,393 89	0 00	0 00	0 00	164,393 89		
	TOTAL			4,167,817 12	1,627,936 84	147,217.97	1,775,154 81	2,392,662.31	-	-

CHILDREN & FAMILIES FIRST, INC
BUILDINGS
2005 DEPRECIATION SCHEDULE

GL Acct#300000-1105-00-000
Accum Deprec # 300000-1130-00-000

Line #	IN SVC DATE	EST LIFE	Asset Total	Prior Accum Deprec	300000-8601 Deprec Exp	Total Accum Deprec	Remaining Basis	Disposal	P&L Impact
			F-1	PY 1,627,917.84	F-1	F-1			
300000-1100-00-000				19 00					
LAND & IMPROVEMENTS									
FSD			121,168 14						
CB			147,608 86						
ADJ TO 1993G/L			0 43			Additions	Σ(1)	180,740 89 F-1	
K&S DIVISION PER BOOK			143,831 26						
RTC Land			79,789 70						
RTC Land Improvements			3,900 00						
LAND - 715 Tatnall - RMP merger			22,996 00				Traced new addition to supporting invoice		
							Footed		
TOTAL LAND & IMPROVEMENTS			519,294.39	F-1					

NOTE: Assets acquired prior to July 1 take 1/2 year depreciation,
assets acquired after July 1 take no depreciation

Note We recalculated all of 2005 depreciation expenses and accumulated depreciation
No exceptions noted No further testing deemed necessary

CHILDREN & FAMILIES FIRST, INC.
BUILDING EQUIPMENT DEPRECIATION - 2005

GI Acct# 300000-1115-00-000
Accum Deprec GL#300000-1140-00-000

Line #		IN SVC DATE	EST LIFE	Asset Total	Prior Years Accum Deprec	300000-8601 Deprec Exp Current Yr	Accum Depr To Date	Remaining Basis	Disposal	P&L Impact
1	FS-BLDG CONTENTS	11/92	10	175,486 03	175,486 03	-	175,486 03	-		
2	FS-BLDG CONTENTS	12/92	10	14,425 35	14,425 35	-	14,425 35	-		
3	BLINDS-2005	12/93	10	3,110 00	3,110 00	-	3,110 00	-		
4	BLINDS-2005	12/93	10	3,110 00	3,110 00	-	3,110 00	-		
5	Carpet replacement for 809	4/97	10	1,761 00	1,144 65	176 10	1,320 75	440 25		
6	Installation of Flood Lights	6/97	10	1,089 83	708 37	108 98	817.35	272 48		
7	809- 30 % deposit on carpet replacement		10	4,080 00	2,856 00	408 00	3,264 00	816 00		
8	809 carpet		10	10,021 32	6,629 26	1,002 13	7,631 39	2,389 93		
9	JE- 50% deposit for GOA sign from Phillips Signs		10	2,187 50	1,531 25	218 75	1,750 00	437 50		
10	Aluminum chimney liner, insulation & chimney cap	3/97	10	989 00	791 20	98 90	890 10	98 90		
11	Carpet replacement for Milford	9/97	10	4,789 00	3,352 30	478 90	3,831 20	957.80		
12	45-Hunter Douglas 1" Mini Blinds Celebrity Style	2/97	5	2,180 00	2,180 00	-	2,180.00	-		
13	2-96x30 Walnut Top Back	3/97	5	2,950 00	2,950 00	-	2,950 00	-		
14	96x30 Walnut Top	3/97	5	358 00	358 00	-	358 00	-		
15	40"X24" RH Single Pedestal desk	4/97	5	1,074 00	1,074 00	-	1,074 00	-		
16	Chairs SC600 Value Task Chairs	4/97	5	539 70	539 70	-	539 70	-		
17	Plum Task Chairs	5/97	5	269 85	269 85	-	269 85	-		
18	Sauder Utility Cart	6/97	5	49 99	49 99	-	49 99	-		
19	Global mid-back sidechair	6/97	5	399 96	399 96	-	399 96	-		
20	96" Folding Tables	7/97	5	358 00	358 00		358 00	-		
21	Global mid-back sidechair	7/97	5	239 88	239 88	-	239 88	-		
22	5-Shelf Bookcase Oak	7/97	5	139 98	139.98	-	139 98	-		
23	Fabric for Georgetown Site	7/97	5	160 00	160 00		160 00	-		
24	2-Value Task Chairs/2-Arms	8/97	5	257.90	257 90	-	257.90	-		
25	4 Cushian recovered	9/97	5	140 00	140 00		140 00	-		
26	2001 GARAGE DOOR	02/20/98	5	2,250 00	2,250.00		2,250 00	-		
27	TELEPHONE EQUIPMENT FOR DOVER	03/05/98	5	7,020 00	7,020 00		7,020 00	-		
28	PICTURES FOR CONFERENCE RM GTN	06/12/98	5	589 00	589 00		589 00	-		
29	ARC EXAM ROOM EQUIPMENT (WESTSIDE)	08/13/99	20	3,864 54	966 15	193 23	1,159 38	2,705 16		
30	2 LATERAL FILE CABINETS (BASEMENT 2005)	05/30/99	20	1,239 00	340 73	61 95	402.68	836 32		
31	MILF OFFICE PHONE DEPOSIT	11/15/99	10	2,219 00	1,109 50	221 90	1,331 40	887 60		
32	2005 PHONE SYSTEM PC-COMMUNICATION	12/13/99	5	29,060 00	26,154 00	2,906 00	29,060 00	-		
33	2005 COOLING SYSTEM (TRANE)	12/30/99	20	39,040 00	9,760 00	1,952 00	11,712 00	27,328 00		
34	2005 HEATING SYSTEM (SEIBELICH-TRANE)	01/01/99	20	54,520 00	16,356 00	2,726 00	19,082 00	35,438 00		
35	PHONE EQUIPMENT	06/30/00	5	1,434 50	1,291 05	143 45	1,434 50	-		
36	CARPET INSTALLATION 2005	12/31/00	10	24,849 00	9,939 60	2,484 90	12,424 50	12,424 50		
37	BASEBOARD HEAT	12/31/00	5	1,410 00	1,128 00	282 00	1,410 00	-		
38	BOILER	10/30/00	10	17,944 00	7,177 60	1,794.40	8,972 00	8,972 00		
39	ACCRUED PHONES	12/31/00	5	3,275.25	2,620 20	655 05	3,275 25	-		
40	ACCRUED OFFICE FURNITURE	12/31/00	5	1,448 30	1,158 64	289 66	1,448 30	-		
41	NEWARK PHONES J/E	12/31/00	5	7,185 00	5,748.00	1,437.00	7,185 00	-		
42	Purchase Agreement-Phones-GTN	01/31/01	5	2,649 00	1,854 30	529 80	2,384 10	264 90		
43	Phones-RTC	03/19/01	5	6,399 00	4,479.30	1,279 80	5,759 10	639 90		
44	2 Washers & 2 Dryers-RTC	03/22/01	5	1,600 00	1,120 00	320 00	1,440 00	160 00		

CHILDREN & FAMILIES FIRST, INC.
BUILDING EQUIPMENT DEPRECIATION - 2005

GI Acct# 300000-1115-00-000
Accum Deprec GL#300000-1140-00-000

Line #		IN SVC DATE	EST LIFE	Asset Total	Prior Years Accum Deprec	300000-8601 Deprec Exp Current Yr	Accum Depr To Date	Remaining Basis	Disposal	P&L Impact
45	ARC Exam Table-GTN	04/26/01	5	1,896 90	1,327 83	379 38	1,707 21	189.69		
46	Blinds-RTC	04/27/01	5	2,150 00	1,505 00	430 00	1,935 00	215 00		
47	GTN Building Fund	04/30/01	1	409 52	409 52	-	409 52	-		
48	Replace Heaters-2005	04/30/01	5	2,450 00	1,715 00	490 00	2,205 00	245 00		
49	Kitchen Supplies-RTC	05/14/01	3	2,871 95	2,871 95	-	2,871 95	-		
50	Wooden Furniture-Outside-RTC	05/16/01	3	1,800.00	1,800 00	-	1,800 00	-		
51	Medication Cart-RTC	05/16/01	3	1,652 29	1,652 29	-	1,652 29	-		
52	Steam Table-RTC	05/18/01	3	1,440 00	1,440 00	-	1,440 00	-		
53	Replace Damper-Heaters-2005	06/30/01	2	785 00	785 00	-	785 00	-		
54	Air Conditioner-Teen Center-Claymont ARC	06/21/01	3	932 70	932 70	-	932 70	-		
55	Building Renovations-Bridges	06/28/01	5	19,377 00	13,563 90	3,875 40	17,439 30	1,937 70		
56	Carpeting-Bridges	06/28/01	5	1,379 00	965 30	275 80	1,241 10	137 90		
57	Filing Cabinets/Bookcases/Furniture-Bridges	06/15/01	3	2,876.00	2,876.00	-	2,876 00	-		
58	Crib-Foster Care	07/17/01	3	1,484 00	1484 00	-	1,484 00	-		
59	Dep RTC Security System	07/03/01	5	1,392 75	835 65	278.55	1,114 20	278 55		
60	Furniture RTC	07/16/01	3	8,373 00	8373 00	-	8,373 00	-		
61	Furniture RTC	07/16/01	3	21,102 00	21102 00	-	21,102 00	-		
62	Pool Table RTC	07/16/01	3	1,200 00	1200 00	-	1,200 00	-		
63	Furniture RTC	08/28/01	3	447 96	447 96	-	447.96	-		
64	Balance on Security System-RTC	09/13/01	5	4,178.25	2506 95	835 65	3,342 60	835 65		
65	Computer-Newark	09/30/01	3	779 00	779 00	-	779 00	-		
66	Wiring Milford	09/30/01	5	1,419 60	851 76	283 92	1,135 68	283 92		
67	Furniture RTC	09/30/01	3	569 50	569.49	-	569 49	0 01		
68	Binder Carousel-RTC	10/15/01	3	868 95	868 95	-	868 95	-		
69	New Sign-Milford Building-New	10/11/01	5	960 00	576 00	192 00	768 00	192 00		
70	Heating & A/C units 2005	12/14/01	10	64,960 00	19488 00	6,496 00	25,984 00	38,976 00		
71	Install & Furnish Auto Vents	12/14/01	10	3,660 00	1098 00	366 00	1,464 00	2,196 00		
72	Seaford House RTC Building Equipment	12/31/01	5	69,900 70	41940 40	13,980 14	55,920 54	13,980 16		
73	RTC Shed	03/31/02	5	1,235 00	617 50	247 00	864 50	370 50		
74	Enlarge Closet 2005	05/16/02	10	1,865 00	466 25	186 50	652 75	1,212 25		
75	Handicap Ramp Overhang	06/01/02	10	2,100 00	525 00	210 00	735 00	1,365 00		
76	Hot Water Heater	06/19/02	10	2,253 00	563.25	225 30	788 55	1,464 45		
77	2nd Floor Side Porch - 2001	03/28/02	10	1,035 00	258 75	103 50	362 25	672 75		
78	Handy Man Tools - Dover Office Renovations	05/02/02	10	1,175 00	293 75	117.50	411 25	763 75		
79	Artwork For Office Walls - Dover	05/31/02	5	233 00	116 50	46 60	163 10	69 90		
80	Telephone System Upgrade - Georgetown	09/03/02	5	900 88	360 36	180.18	540 54	360 34		
81	Wood Framing For Sliding Doors - Georgetown	12/17/02	10	840 00	168 00	84.00	252 00	588 00		
82	Carpeting - 2 offices at LaOficinia	12/18/02	5	690 00	276 00	138.00	414 00	276 00		
83	Fan Coil Units - 2nd Floor @ 2005	12/04/02	10	87,775 00	17,555 00	8,777 50	26,332 50	61,442 50		
84	Furniture For Lobby - 2005	01/01/03	3	4,682 55	2,341 28	1,560 85	3,902 13	780 42		
85	Boardroom Partician - Georgetown	01/01/03	10	5,400 00	810 00	540 00	1,350 00	4,050 00		
86	Phone System Software	04/01/03	3	810 00	405 00	270 00	675 00	135 00		
87	Sprinkler System - Georgetown	07/01/03	10	1,165 50	116 55	116 55	233 10	932 40		
88	Sprinkler System - Georgetown	08/01/03	10	2,890 00	289 00	289 00	578 00	2,312 00		
89	Water System - Georgetown	08/01/03	10	1,635 46	163 55	163 55	327 10	1,308 36		
90	Storage Shed - Georgetown	08/01/03	10	1,660 00	166 00	166 00	332 00	1,328 00		

CHILDREN & FAMILIES FIRST, INC.
BUILDING EQUIPMENT DEPRECIATION - 2005

GI Acct# 300000-1115-00-000
Accum Deprec GL#300000-1140-00-000

Line #		IN SVC DATE	EST LIFE	Asset Total	Prior Years Accum Deprec	300000-8601 Deprec Exp Current Yr	Accum Depr To Date	Remaining Basis	Disposal	P&L Impact
91	Surveilence Camera & Monitor - RTC	09/01/03	5	1,259 70	251.94	251 94	503 88	755 82		
92	RTC Day Treatment Expansion	09/01/03	20	4,800 00	240 00	240 00	480 00	4,320 00		
93	Roof Replacement - VNA Milford	10/01/03	20	3,250 00	162.50	162 50	325 00	2,925 00		
94	Surveilence Camera & Monitor - RTC	10/01/03	5	700.00	140 00	140 00	280 00	420 00		
95	Replace Heat Exchanges - LAO	11/01/03	10	3,800 00	380 00	380 00	760 00	3,040 00		
96	Resource Mother Program - Acquired in merger	05/01/04	10	76,160 84	75,694 08	466 76	76,160 84	(0 00)		
97	Foster Care Meeting Room furniture	02/01/04	3	1,268 06	211 34	211 34	422 68	845 38		
98	2005 Boardroom Refrigerator	08/01/04	3	680.00	0 00	226 67	226 67	453 33		
99	2005 1st Floor Heating Units	09/01/04	10	30,225.00	0 00	3,022.50	3,022 50	27,202.50		
100	Heat Pump - Milford	07/01/04	10	4,786.75	0 00	478 68	478 68	4,308 08		
101	2005 Boardroom Kitchen Renovations	10/01/04	10	3,040.30	0 00	304 03	304 03	2,736 27		
102	New Telphone System - Milford	08/01/04	5	6,514 61	0 00	1,302.92	1,302.92	5,211 69		
103	RTC Building Sign	05/01/04	10	2,400 00	120 00	120.00	240 00	2,160 00		
104	Tatnall Street - Network Cabling	05/01/04	3	2,100 00	350 00	350 00	700 00	1,400 00		
105	2005 - 1st Floor Office Carpet	12/01/04	10	1,903 00	0 00	190.30	190 30	1,712 70		
106	Boardroom Kitchen Renovation	09/01/04	10	3,040 30	0 00	304 03	304 03	2,736 27		
107	2005 Computer Room - AC Unit	07/01/05	10 (1)	✓ 8,738 00	0 00	0 00	0 00	8,738 00		
108	Milford - Additional Telephone Equipment	03/01/05	5 (1)	✓ 2,103 63	0 00	210 36	210 36	1,893 27		
109	Georgetown - Conf Room Carpeting	08/01/05	10 (1)	✓ 2,037 76	0 00	0 00	0 00	2,037 76		
110	RTC - Electronic Surveilence Equipment	07/01/05	10 (1)	✓ 1,260 00	0 00	0 00	0 00	1,260 00		
111	RTC - Schoolroom Bookshelves	07/01/05	5 (1)	✓ 1,021 84	0 00	0 00	0 00	1,021 84		
####										
	GL BALANCE			⅂ **938,913.13**	**560,330.99**	⅂ **68,921.41**	⅂ **629,252.39**	**291,459.21**	**0.00**	**0.00**
			per lead	938,411 81 F-1	⅂ ⅂	F-1 ⅂	F-1			
				501 32 ı						

NOTE: Assets acquired prior to July 1 take 1/2 year depreciation, assets acquired after July 1 take no depreciation.

JE to Record YE 2005 Depreciation Expense GL Acct#	Description	Debit	Credit
3000000-8601-00-000	Fund 3 Deprec Exp	68,921 41	
3000000-1140-00-000	Accum Deprec-Bldg Equipt		68,921 41
To Record YE 2005 Depreciation Expense			
Total		**68,921.41**	**68,921.41**

Additions Σ (1) 15,161 23 F-1 ⅂

✓ Traced new addition to supporting invoice

⅂ Footed

Note We recalculated all of 2005 depreciation expense and accumulated expenses No exception noted No further testing deemed necessary

CHILDREN & FAMILIES FIRST, INC.
OFFICE EQUIPMENT DEPRECIATION SCHEDULE - 2005

GL Acct # 300000-1120-00-000
Accum Depr # 300000-1145-00-000

Line #		IN SVC DATE	EST LIFE	Asset Total	Accum Depr Prior Years	300000-8601 Deprec Expense	Accum Depr To Date	Remaining Basis	Disposal	P&L Impact
1	PED SCALE/TABLE	12/92	10	1,725 00	1,725.00	-	1,725.00	-	1725 00	0 00
2	Laminator for REACH	7/30/98	10	1,825 68	1,095.42	182 57	1,277 99	547 69		
3	Laptop for Rosita Wilson	8/5/98	10	3,576 64	2,161 86	357 66	2,519 52	1,057 12		
4	3 computers - Baby Steps	5/99	10	5,388 00	3,405 30	538 80	3,944.10	1,443 90	5388 00	1443 90
5	1Computer - Colonial Fast (d Campbell)	6/30	10	1,751 00	875.50	175 10	1,050 60	700 40	1751 00	700 40
6	1 Printer \ Scanner Colonial Fast	6/30	10	385 00	192 50	38 50	231 00	154 00	385 00	154 00
7	1 computer Colonial Fast (D Onn)	6/30	10	1,751 00	875 50	175 10	1,050.60	700 40	1751 00	700 40
8	1 Printer \ Scanner Colonial Fast	6/30	10	654 00	327 00	65 40	392 40	261 60	654 00	261.60
9	1 Computer Colonial Fast L Cox	6/30	10	1,751 00	875 50	175 10	1,050 60	700 40	1751 00	700.40
10	Computer Lori Tudor	6/30	10	1,278 00	639 00	127 80	766 80	511 20	1278 00	511 20
11	Printer Lori Tudor	6/30	10	385 00	192.50	38 50	231 00	154 00	385 00	154 00
12	COMPUTER GTN	4/99	10	1,985 00	1,191 00	198 50	1,389 50	595 50	1985 00	595 50
13	COMPUTER - ADMIN	4/99	10	1,767 00	1,060 20	176 70	1,236 90	530 10	1767.00	530 10
14	COMPUTERS- 2 DELL (KEEP A JOB)	11/99	10	5,816 00	2,908 00	581 60	3,489 60	2,326 40	5816 00	2326.40
15	COMPUTER & PRINTER (KSAP)	10/99	10	2,051 00	1,025 50	205 10	1,230 60	820 40	2051 00	820 40
16	COMPUTER, PRINTER , PROJECTOR (STARS)	12/01/99	10	6,020.64	2,433 00	602 06	3,035 06	2,985 58	6020 64	2985 58
17	RTC - PRINTER	7/99	10	551 90	275 95	55 19	331 14	220 76		
18	RTC - COMPUTER	10/99	10	1,499 00	749 50	149 90	899 40	599 60		
19	RTC - FAX MACHINE	10/99	10	515 70	257 85	51 57	309 42	206 28		
20	7 COMPACT COMPUTERS (FINANCE)	12/99	10	17,346 00	8,673 00	1,734 60	10,407 60	6,938 40	17346 00	6938 40
21	1 FAX MACHINE (FINANCE\ ADMIN)	12/99	10	1,793.00	896 50	179 30	1,075 80	717 20	1793 00	717 20
22	MIS SEGATE BACKUP & PC ANYWHERE	2/99	10	1,494 00	896 40	149 40	1,045 80	448 20	1494 00	448 20
23	7 COMPACT DESK PROENSURERS CCB	12/99	10	9,828 00	4,914.00	982 80	5,896 80	3,931 20	9828 00	3931 20
24	5 TRAVENT TAPE DRIVES	12/99	10	1,455.00	727 50	145 50	873 00	582 00	1455.00	582.00
25	1 COMPACT POSIGNIA	12/99	10	1,999.00	999 50	199 90	1,199 40	799 60	1999 00	799 60
26	2 COMPAQ CONVENIENCE BSE	12/99	10	558.00	279.00	55 80	334 80	223.20	558 00	223 20
27	2 HP PRINTERS	12/99	10	2,792 00	1,396 00	279 20	1,675 20	1,116 80	2792 00	1116 80
28	SERVER MEMORY	12/99	10	778 00	389.00	77 80	466 80	311 20	778 00	311 20
29	GTN OFFFICE EQUIP & FURNISHINS	3/99	10	4,383 05	2,629 86	438 31	3,068 17	1,314 89	4383 05	1314.89
30	1 HP COMPUTER & PRINTER (DOVER OFFICE)	07/01/99	10	3,004 00	1,502 00	300 40	1,802 40	1,201 60	3004 00	1201 60
31	DELL DEM COMPUTER (INTAKE)	07/01/99	10	400 00	200 00	40 00	240 00	160 00		
32	TYPEWRITER (SEARS ELEC)	07/01/99	10	100 00	50 00	10 00	60 00	40 00		
33	COMPUTER MONITOR KEYBOARD (2005 RECPT)	07/01/99	10	500 00	250.00	50.00	300 00	200.00		
34	LAPTOP IBM 360CSE	07/01/99	10	400 00	200 00	40 00	240 00	160 00		
35	TV\VCR (LAOFICINA)	07/01/99	10	200 00	100.00	20 00	120 00	80 00		
36	PROJECTOR	12/31/99	5	5,471 00	5,471 00	0 00	5,471 00	0 00		
37	COPY MACHINE	11/30/00	5	12,538 00	10,030.40	2,507 60	12,538 00	0 00		
38	1 PRINTER	12/28/00	3	3,253 06	4,337 41	1,084 35	5,421 76	0.00		
39	35 Thin Client Computers	12/29/00	3	17,546 00	23,394.67	5,848 67	29,243 34	0 00		
40	2 HUBS	12/31/00	3	677 57	903 44	225 86	1,129 30	0 00		
41	1 COMPUTER & MONITOR	12/29/00	3	2,949 94	3,933 24	983 31	4,916 55	0 00		
42	1 LAPTOP COMPUTER	09/29/00	3	1,879 66	2,506 20	626 55	3,132 75	0 00		
43	DIGITAL CAMERA & SOFTWARE	09/29/00	3	1,938 83	2,585 12	646 28	3,231 40	0 00		
44	COMPUTER EQUIPMENT	11/30/00	3	9,436 28	12,581 72	3,145 43	15,727 15	0 00		
45	2 COMPUTERS	11/30/00	3	3,177.51	3,177.51	0 00	3,177 51	0.00		
46	1 COMPUTER	12/28/00	3	1,640 33	2,151 12	546 78	2,697 90	0 00		

CHILDREN & FAMILIES FIRST, INC.
OFFICE EQUIPMENT DEPRECIATION SCHEDULE - 2005

GL Acct # 300000-1120-00-000
Accum Depr # 300000-1145-00-000

Line		IN SVC DATE	EST LIFE	Asset Total	Accum Depr Prior Years	300000-8601 Deprec Expense	Accum Depr To Date	Remaining Basis	Disposal	P&L Impact
47	1 COMPUTER	12/28/00	3	1,587 05	2,116 08	529 02	2,645 10	0 00		
48	COPY MACHINE	06/28/00	5	1,900.00	1,710 00	190 00	1,900.00	0 00		
49	INFOCUS COMPUTER EQUIPT	12/29/00	3	4,254 80	5,673 08	1,418 27	7,091.35	0 00		
50	PRINTER-FINANCE	11/29/00	3	1,634 99	2,180 00	545 00	2,725 00	0 00		
51	COMPUTER SOFTWARE	05/17/00	3	3,623 00	3,623 00	0 00	3,623 00	0 00		
52	INTERNET SOFTWARE	06/30/00	3	2,095 00	2,095 00	0 00	2,095 00	0 00		
53	Conference Phone-GTN	01/31/01	3	1,051 99	1,051 99	0 00	1,051 99	0 00		
54	Laptop Comp-RTC	01/26/01	3	999 74	999 74	0 00	999 74	0 00		
55	Citrix Software-MIS	01/31/01	3	6,317 00	6,317 00	0 00	6,317 00	0 00		
56	Computer-2005	01/18/01	3	2,836 00	2,836 00	0 00	2,836 00	0 00		
57	Software from Defran-MIS	02/01/01	3	11,050.00	11,050 00	0 00	11,050.00	0 00		
58	5 Printers-GTN	02/15/01	3	2,647 02	2,647 02	0 00	2,647 02	0 00		
59	Software-MIS	02/15/01	3	900 00	900 00	0 00	900 00	0 00		
60	Computer-ARC GTN	03/31/01	3	1,396 00	1,396 00	0.00	1,396 00	0 00		
61	Computer-2005	03/28/01	3	1,561 00	1,561 00	0 00	1,561 00	0 00		
62	Comp Memory-2005	03/28/01	3	1,480.00	1,480 00	0 00	1,480 00	0 00		
63	PC Hardware-Jasani	03/28/01	3	999 00	999 00	0 00	999 00	0 00		
64	Printer-Newark	04/10/01	3	1,491 40	1,491 40	0 00	1,491 40	0 00		
65	Computer Monitors 6 RTC	04/20/01	3	1,043 01	1,043 01	0 00	1,043 01	0 00		
66	9 Computers-RTC	04/27/01	3	6,294 00	6,294 00	0 00	6,294 00	0 00		
67	Computer Printers-RTC	05/14/01	3	3,642 62	3,642 62	0 00	3,642 62	0 00		
68	Camera & Equipt LOFT	06/27/01	3	908 31	908.31	0.00	908 31	0 00		
69	Laptop Comp Ali Knott-2005	06/27/01	3	1,490 00	1,490 00	0.00	1,490 00	0 00		
70	Comp ARC Teen Center Claymont	06/27/01	3	814 00	814 00	0 00	814.00	0 00		
71	Computers for Bridges	06/25/01	3	10,211 00	10,211 00	0 00	10,211.00	0 00		
72	Storage Lockers, Bridges	06/25/01	3	971 75	971 75	0 00	971 75	0 00		
73	Camera & Equipt Bridges	06/01/01	3	1,325 25	1,325 25	0 00	1,325 25	0 00		
74	Computer-2005	06/30/01	3	649 00	649 00	0 00	649 00	0 00		
75	Laptop Comp Lisa Brown-GTN	07/31/01	3	1,979 00	1,979 00	0 00	1,979 00	0 00		
76	Laptop Comp Steve Greengold-2005	07/31/01	3	1,490 00	1,490.00	0 00	1,490 00	0 00		
77	Comp Ramona Way-2001	08/14/01	3	873 00	873 00	0 00	873.00	0 00		
78	Comp Claymont ARC	09/04/01	3	679 00	679 00	0 00	679 00	0 00		
79	Comp Hubs GTN	09/30/01	3	1,108 00	1,108 00	0 00	1,108 00	0 00		
80	Software CQI-2005	10/15/01	3	4,058 00	4,058 00	0 00	4,058 00	0 00		
81	Printer-CQI-2005	11/14/01	3	1,078 00	1,078 00	0 00	1,078 00	0 00		
82	Camera for FAST-2001	11/30/01	3	799 99	799 99	0.00	799 99	0 00		
83	Comp Parts-2005	12/17/01	3	3,016 00	3,016 00	0 00	3,016 00	0.00		
84	RTC Office Equipment	12/31/01	3	19,568 63	19,568 63	0 00	19,568 63	0 00		
85	MIS Workstation	01/10/02	3	835 00	695 83	139 17	835 00	0.00		
86	MIS Video Server	02/07/02	3	1,524 00	1,270 00	254 00	1,524 00	0 00		
87	MIS Sym Ghost 7 5 Corporate Edition	02/11/02	3	486 00	405 00	81 00	486 00	0 00		
88	Cisco 1600/2600/3600 Ipt-TI Dsu/Csu	02/08/02	3	707 97	589 98	117 99	707 97	0 00		
89	Walnut Desk, Bookcase and Computer Table	02/15/02	3	545 00	454 17	90 83	545 00	0 00		
90	Cisco 1PT ISDN BRI NT-1	02/08/02	3	505 97	421 65	84 32	505 97	0 00		
91	HP Jet Direct Card	03/01/02	3	289 00	240 83	48 17	289 00	0 00		
92	P IV 1.6 Ghz, ATX Tower with keyboard	02/04/02	3	1,304 00	1,086 67	217 33	1,304 00	0 00		
93	P III 1000 Mhz, ATX Mid Tower with keyboard	02/20/02	3	675 00	562 50	112 50	675 00	0 00		
94	VPN Technolgy and Firewall	04/15/02	3	1,075 00	895 83	179 17	1,075 00	0 00		
95	Great Plains Dynamics Software	03/31/02	3	5,750 00	4,791 67	958 33	5,750 00	0 00		

CHILDREN & FAMILIES FIRST, INC.
OFFICE EQUIPMENT DEPRECIATION SCHEDULE - 2005

GL Acct # 300000-1120-00-000
Accum Depr # 300000-1145-00-000

Line		IN SVC DATE	EST LIFE	Asset Total	Accum Depr Prior Years	300000-8601 Deprec Expense	Accum Depr To Date	Remaining Basis	Disposal	P&L Impact
96	CISCO PIX506 Router and Smartnet	05/14/02	3	885 00	737 50	147 50	885 00	0 00		
97	20 P-IV I 6 GHZ Computers	04/24/02	3	12,500 00	10,452 65	2,047 35	12,500 00	0 00		
98	Brother HL-165on Printer	08/06/02	3	512 65	341 76	170 88	512 64	0 01		
99	2 P IV 1 6 GHZ ATX Mid Tower Computers	08/29/02	3	1,130 00	753.34	376 66	1,130 00	0 00		
100	CISCO 1720 Modular Router	07/25/02	3	868 84	579 22	289 62	868 84	0 00		
101	HL-2460ON Laser Printer 16MB 10/100	07/29/02	3	1,113 95	742 64	371 31	1,113 95	0 00		
102	HP 2200XI Injet Printer	08/21/02	3	865 83	577 22	288 61	865 83	0 00		
103	3 HP Server-HOU Suppressed CTO Flag	11/18/02	5	13,607 56	6,423 02	2,721 51	9,144 53	4,463 03		
104	MIS Server Software	12/02/02	3	1,711 96	1,141 30	570 66	1,711 96	0 00		
105	APC Share UPS Server, APC Smart UPS 2200	12/02/02	3	1,163 84	775 90	387 94	1,163 84	0 00		
106	6 MS MBC W2000 Server	12/20/02	3	1,300 00	866 66	433 34	1,300 00	0 00		
107	Computer Software Licenses (CDW)	02/01/03	3	1,720 00	860 00	573 33	1,433 33	286 67		
108	Network Router	02/01/03	3	665 00	277 09	221 67	498 76	166 24		
109	(20) Computers for Various locations (Kehtron)	03/01/03	3	13,380 00	5,575 00	4,460 00	10,035 00	3,345 00		
110	Replace Computer Cables	03/01/03	3	1,075 00	447 91	358 33	806 24	268 76		
111	Finance Department Computer memory	06/01/03	3	7,732.34	3,221 81	2,577 45	5,799 26	1,933 08		
112	Cable Installation	06/01/03	3	3,450 00	1,437.50	1,150 00	2,587 50	862 50		
113	Cable Installation	06/01/03	3	640.00	266 66	213 33	479 99	160 01		
114	Video Conferencing Equipment	07/01/03	3	5,500 00	1,833 33	1,833 33	3,666 66	1,833 34		
115	Video Conferencing Equipment	08/01/03	3	5,499 65	1,833 22	1,833 22	3,666 44	1,833 21		
116	Computer & Printer (Safe & Stable)	08/01/03	3	1,795 65	598 55	598 55	1,197 10	598 55		
117	Computer & Printer (Safe & Stable)	08/01/03	3	1,695 00	565 00	565 00	1,130 00	565 00		
118	Computer (Parent Support)	09/01/03	3	2,647 00	882 33	882 33	1,764 66	882 34		
119	Hardware Upgrade (Neoware)	10/01/03	3	3,472.00	1,157 33	1,157 33	2,314 66	1,157 34		
120	Finance Department Computers (7)	11/01/03	3	4,620 00	1,540.00	1,540 00	3,080 00	1,540 00		
121	New Evolve Server	12/01/03	3	7,995 77	2,665 26	2,665 26	5,330 52	2,665 25		
122	HP Printer - Georgetown	01/31/04	3	758 58	126 43	252 86	379 29	379 29		
123	HP Printer - Human Resources	05/31/04	3	809 00	134 83	269 67	404 50	404 50		
124	Kehtron (6) Computers	06/30/04	3	5,994 00	999 00	1,998 00	2,997 00	2,997.00		
125	Southern Electronics -Panasonic Server	06/30/04	3	2,351.47	391 91	783 82	1,175 73	1,175 74		
126	Defran Systems - Evolve Upgrade	07/31/04	3	5,125 00	0 00	1,708 33	1,708 33	3,416 67		
127	HP Server - Georgetown	10/31/04	3	1,519 00	0 00	506.33	506 33	1,012.67		
128	HP Digital Projector - Foster Care	11/30/04	3	899 00	0 00	299 67	299 67	599.33		
129	HP Laptops (10) - Foster Care	12/31/04	3	8,961 00	0 00	2,987.00	2,987 00	5,974 00		
130	HP Laptop - ARC	12/31/04	3	896 10	0 00	298 70	298 70	597 40		
131	HP Server	10/31/04	3	2,330 24	0 00	776 75	776 75	1,553 49		
132	Integrity Tech-Renovation	11/30/04	3	675 00	0 00	225 00	225 00	450 00		
133	Software Services-Hard Drive	11/30/04	3	1,800 00	0 00	600 00	600 00	1,200 00		
134	HP - Three MIS Laptops	12/31/04	3	2,951 24	0.00	983 75	983.75	1,967 49		
135	HP Laptops (2) - Exec Dir/Admin Dir	03/31/05	3 (1) ŏ	2,213 78	0 00	368 96	368 96	1,844 82		
136	HP Printer - Foster Care	03/31/05	3 (1) ŏ	1,043 00	0 00	173 83	173 83			
137	HP Laptop - MIS	03/31/05	3 (1) ŏ	1,054 74	0 00	175 79	175 79			
138	HP Server - LAO	03/31/05	3 (1) ŏ	1,266 99	0 00	211 17	211 17			
139	HP Server - Milford	03/31/05	3 (1) ŏ	1,266 99	0 00	211.17	211 17			
140	HP Server - Dover	03/31/05	3 (1) ŏ	1,266 99	0 00	211 17	211 17			
141	HP Server - Newark	03/31/05	3 (1) ŏ	1,266.99	0 00	211 17	211 17			
142	HP Server - Georgetown	03/31/05	3 (1) ŏ	1,266 99	0 00	211.17	211 17			
143	HP Server - RTC	03/31/05	3 (1) ŏ	1,266 99	0 00	211 17	211 17			
144	HP Server - Tatnall	03/31/05	3 (1) ŏ	1,266 99	0 00	211 17	211 17			

CHILDREN & FAMILIES FIRST, INC.
OFFICE EQUIPMENT DEPRECIATION SCHEDULE - 2005

GL Acct # 300000-1120-00-000
Accum Depr # 300000-1145-00-000

Line		IN SVC DATE	EST LIFE	Asset Total	Accum Depr Prior Years	300000-8601 Deprec Expense	Accum Depr To Date	Remaining Basis	Disposal	P&L Impact
145	Server Backup System - MIS	04/30/05	3 (1)	ϑ 2,423.18	0 00	403 86	403 86			
146	Heavy Duty Shredder	05/31/05	5 (1)	ϑ 1,957 97	0 00	195 80	195 80			
147	Computer & Printer - Kehtron - Parent Ed	06/30/05	3 (1)	ϑ 2,388 00	0 00	398 00	398 00			
148	HP Laptops (2) - Ready Set Go	06/30/05	3 (1)	ϑ 2,280 25	0 00	380 04	380 04			
149	HP Laptop - GT Facilities	06/30/05	3 (1)	ϑ 1,029 00	0 00	171 50	171 50			
150	HP Laptops - (2) -Foster Care	07/31/05	3 (1)	ϑ 1,998 00	0 00	0 00	0 00			
151	HP Laptop - Resource Mothers	07/31/05	3 (1)	ϑ 1,159 04	0 00	0 00	0 00			
152	CDW - Laptop & Printer ARC	09/30/05	3 (1)	ϑ 1,232 71	0 00	0 00	0 00			
153	CDW - Backup Server System	09/30/05	3 (1)	ϑ 1,121 47	0 00	0 00	0 00			
154	HP Laptop - RTC	09/30/05	3 (1)	ϑ 999 00	0 00	0 00	0 00			
155	HP PC & Monitor - Foster Care	10/31/05	3 (1)	ϑ 1,039 85	0 00	0 00	0 00			
156	Staples - Auto Folding Maching	10/31/05	5 (1)	ϑ 1,399 99	0 00	0 00	0 00			
157	HP Personal Computer - FAST	10/31/05	3 (1)	ϑ 629 00	0 00	0 00	0 00			
158	HP Personal Computer - LAO	10/31/05	3 (1)	ϑ 629 00	0 00	0 00	0 00			
159	HP Printer - Newark	10/31/05	3 (1)	ϑ 1,244 00	0 00	0 00	0 00			
160	HP Personal Computer - Milford	10/31/05	3 (1)	ϑ 629 00	0 00	0 00	0 00			
161	HP (2) Laptops, (2) Print, (3) PC's - Keep A Job	10/31/05	3 (1)	ϑ 5,260 10	0 00	0 00	0 00			
162	HP Personal Computer - Georgetown	10/31/05	3 (1)	ϑ 629 00	0 00	0 00	0 00			
163	HP Laptop Upgrade - Foster Care	12/31/05	3 (1)	ϑ 315 88	0 00	0 00	0 00			
164	PNC Visa - Credit Card Readers	12/31/05	5 (1)	ϑ 1,020 00	0 00	0 00	0 00			
				ч 446,915.84	ϒ 289,184.04	ч 73,048.42	ч 362,232.46	78,872.33	78137.69 ч	29468.17
	Less Disposal			78,137 69		и F-1	48,669.53 F-1	и и	F-1	
				368,778 15			313,562.93 F-1	и		
				368,723 51 F-1	и					
				54 64 ı						

NOTE: Assets acquired prior to July 1 take 1/2 year depreciation, assets acquired after July 1 take no depreciation.

JE To Record 2005 YE Depreciation Expense			
GL Acct#	Description	Debit	Credit
300000-8601-00-000	Fund 3 Deprec Exp	73,048 42	
300000-1145-00-000	Accum Deprec-Office Equipt		73,048 42
To Record YE 2005 Depreciation Expense			
300000-1145-00-000	Accum Deprec-Office Equipt	48,669 52	
300000-1120-00-000	Fund 3 Office Equipt		78,137 69
300000-8625-00-000	Fund 3	29,468.17	
to Dispose Items in column J			

Addition Σ (1) 42,564 89 F-1 и

ч Footed

ϑ Traced new addition to supporting invoice

Note. We recalculated all of 2005 depreciation expense and accumulated expense. No exceptions noted No further testing deemed necessary

ч See Table1 (Auto)

CHILDREN & FAMILIES FIRST, INC.
OFFICE EQUIPMENT DEPRECIATION SCHEDULE - 2005

GL Acct # 300000-1120-00-000
Accum Depr # 300000-1145-00-000

Line		IN SVC DATE	EST LIFE	Asset Total	Accum Depr Prior Years	300000-8601 Deprec Expense	Accum Depr To Date	Remaining Basis	Disposal	P&L Impact
	Total			151,186.11	151,186.11					

Children & Families First, Inc.
Revised MIS Schedule
12/31/2005
GL Acct # 300000-1126-00-000
Accum Depr # 300000-1155-00-000

Line #	Description	Date	Estimated Useful Life	Cost	Prior Accumulated Depreciation	300000-8601 Current Deprec Exp	Accum Deprec To Date	Adjusted Basis
1	Software purchase - Great Plains	12/15/98	5	$ 7,250 00	7,250 00	0 00	7,250 00	0 00
2	Network server - Dell Power Edge 2300	12/15/98	5	8,134 13	8,134 13	0 00	8,134 13	0 00
3	Software purchase - Great Plains	12/15/98	5	7,259 95	7,259 95	0 00	7,259 95	0 00
4	Install Integration Mgr	03/30/99	5	1,351.25	1,351 25	0 00	1,351 25	0 00
5	Integration Mgr/support, COA set up	06/30/99	5	2,880 39	2,880 39	0 00	2,880 39	0 00
6	COA work	06/30/99	5	805 00	805 00	0 00	805 00	0 00
7	Donor Perfect software	06/30/99	5	1,500 00	1,500 00	0 00	1,500 00	0 00
8	Defran Fox Pro software	10/13/99	5	117 00	117 00	0 00	117 00	0 00
9	Defran - Evolv	09/01/99	5	39,475 00	39,475 00	0 00	39,475 00	0 00
10	Dell Power Edge Server	02/07/99	5	862.50	862 50	0 00	862 50	0 00
11	Planning/consulting	03/15/99	5	517 50	517 50	0 00	517 50	0 00
12	HP 800 Laser printer	05/30/99	5	2,599 00	2,599 00	0 00	2,599 00	0 00
13	Line installations	07/30/99	5	3,250 78	3,250 78	0 00	3,250 78	0 00
14	Donor Perfect software/training	10/29/99	5	2,705 00	2,705 00	0 00	2,705 00	0 00
15	Circuit installation	10/15/99	5	903 75	903 75	0 00	903 75	0 00
16	Laptop	10/06/99	5	2,473 00	2,473 00	0 00	2,473 00	0 00
17	Computers	12/30/99	5	55,677 00	55,677 00	0 00	55,677 00	0 00
18	Cisco 2924 switch	12/15/99	5	1,633 00	1,633 00	0 00	1,633 00	0 00
19	Defran System Upgrade	07/01/04	5	5,125 00	0 00	1,025 00	1,025 00	4,100 00
	Total			**144,519.25**	**139,394.25**	**1,025.00**	**140,419.25**	**4,100.00**
				F-1		F-1	F-1	

JE To Record YE 2005 Depreciation Expense			
GL Acct Number		**Debit**	**Credit**
300000-8601-00-000	Depreciation Expense	1,025 00	
300000-1155-00-000	Accum Depreciation-MIS Implementatic		1,025 00
Total		**1,025.00**	**1,025.00**

Footed

Note We reviewed and recalculated for the previous y expense and accumulated expense No exceptions not further testing deemed necessary

Form **8868**
(Rev December 2004)
Department of the Treasury
Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

▶ File a separate application for each return

OMB No 1545-1709

- If you are filing for an **Automatic 3-Month Extension, complete only Part I** and check this box ▶ [X]
- If you are filing for an **Additional (not automatic) 3-Month Extension, complete only Part II** (on page 2 of this form)

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868

Part I Automatic 3-Month Extension of Time - Only submit original (no copies needed)

Form 990-T corporations requesting an automatic 6-month extension - check this box and complete Part I only ▶ [ ]

All other corporations (including Form 990-C filers) must use Form 7004 to request an extension of time to file income tax returns. Partnerships, REMICs, and trusts must use Form 8736 to request an extension of time to file Form 1065, 1066, or 1041.

Electronic Filing (e-file). Form 8868 can be filed electronically if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for corporate Form 990-T filers) However, you cannot file it electronically if you want the additional (not automatic) 3-month extension, instead you must submit the fully completed signed page 2 (Part II) of Form 8868 For more details on the electronic filing of this form, visit *www irs gov/efile*

Type or print	Name of Exempt Organization	Employer identification number
	CHILDREN AND FAMILIES FIRST, INC.	51-0065731
File by the due date for filing your return See instructions	Number, street, and room or suite no. If a P O box, see instructions. 2005 BAYNARD BOULEVARD	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions WILMINGTON, DE 19802-3999	

Check type of return to be filed (file a separate application for each return)

[X] Form 990	[ ] Form 990-T (corporation)	[ ] Form 4720
[ ] Form 990-BL	[ ] Form 990-T (sec 401(a) or 408(a) trust)	[ ] Form 5227
[ ] Form 990 EZ	[ ] Form 990-T (trust other than above)	[ ] Form 6069
[ ] Form 990-PF	[ ] Form 1041-A	[ ] Form 8870

- The books are in the care of ▶ STEVEN GREENGOLD
  Telephone No ▶ 320-658-5177 FAX No ▶
- If the organization does **not** have an office or place of business in the United States, check this box ▶ [ ]
- If this is for a **Group Return,** enter the organization's four digit Group Exemption Number (GEN) _____ If this is for the **whole** group, check this box ▶ [ ] If it is for part of the group, check this box ▶ [ ] and attach a list with the names and EINs of all members the extension will cover.

1 I request an automatic 3-month (6-months for a **Form 990-T corporation**) extension of time until AUGUST 15, 2006 to file the exempt organization return for the organization named above The extension is for the organization's return for
▶ [X] calendar year 2005 or
▶ [ ] tax year beginning _____, and ending _____

2 If this tax year is for less than 12 months, check reason [ ] Initial return [ ] Final return [ ] Change in accounting period

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits See instructions $

b If this application is for Form 990 PF or 990-T, enter any refundable credits and estimated tax payments made Include any prior year overpayment allowed as a credit $

c **Balance Due.** Subtract line 3b from line 3a Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System) See instructions $ N/A

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions

LHA **For Privacy Act and Paperwork Reduction Act Notice, see instructions.** Form **8868** (Rev 12-2004)

523831
05-01-05