

BLOOD CENTERS OF CALIFORNIA, INC.

(A CALIFORNIA NONPROFIT MUTUAL BENEFIT CORPORATION)

FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2003 AND 2002

BLOOD CENTERS OF CALIFORNIA, INC.

(A CALIFORNIA NONPROFIT MUTUAL BENEFIT CORPORATION)

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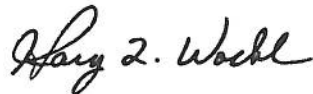
ACCOUNTANT'S REPORT

To the Board of Directors
BLOOD CENTERS OF CALIFORNIA, INC.
Sacramento, California

I have compiled the accompanying statement of financial position of Blood Centers of California, Inc. (a California nonprofit mutual benefit corporation) as of December 31, 2003, and the related statements of activities and cash flows for the year then ended, in accordance with Statements of 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. I have not audited or reviewed the accompanying December 31, 2003 financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

The 2002 financial statements of Blood Centers of California, Inc. were reviewed by other accountants whose report dated April 25, 2003, stated that they were not aware of any material modifications that should be made to those statements in order for them to be in conformity with generally accepted accounting principles.



GARY L. WOEHL, C.P.A.

July 18, 2005

BLOOD CENTERS OF CALIFORNIA, INC.
(A CALIFORNIA NONPROFIT MUTUAL BENEFIT CORPORATION)
Statement of Financial Position

ASSETS

	December 31,	
	2003	2002
	Compilation	Review
CURRENT ASSETS:		
Cash and cash equivalents	\$ 118,689	\$ 123,196
Total Assets	\$ 118,689	\$ 123,196

LIABILITIES AND NET ASSETS

LIABILITIES:		
Deferred revenue	\$ 18,636	\$ 45,913
NET ASSETS:		
Unrestricted net assets:		
Charter contributions	57,000	57,000
Net assets	43,053	20,283
Total Net Assets	100,053	77,283
Total Liabilities and Net Assets	\$ 118,689	\$ 123,196

See accompanying notes and accountant's report.

BLOOD CENTERS OF CALIFORNIA, INC.
(A CALIFORNIA NONPROFIT MUTUAL BENEFIT CORPORATION)
Statement of Activities

	Years Ended December 31,	
	2003	2002
	Compilation	Review
REVENUES:		
Dues	\$ 79,392	\$ 78,119
Interest income	910	1,053
	80,302	79,172
EXPENSES:		
Meeting expenses	6,856	6,778
Accounting fees	3,805	400
Lobbying expenses	46,500	35,000
Bank charges	40	42
Miscellaneous	321	1,272
Management fees	-	3,000
Taxes	10	10
	57,532	46,502
CHANGES IN NET ASSETS	22,770	32,670
NET ASSETS – Beginning	20,283	(12,387)
NET ASSETS – Ending	\$ 43,053	\$ 20,283

See accompanying notes and accountant's report.

BLOOD CENTERS OF CALIFORNIA, INC.
(A CALIFORNIA NONPROFIT MUTUAL BENEFIT CORPORATION)
Statement of Cash Flows

	Years Ended December 31,	
	2003 Compilation	2002 Review
CASH FLOWS FROM OPERATING ACTIVITIES:		
Changes in net assets	\$ 22,770	\$ 32,670
Changes in operating assets and liabilities:		
Deferred revenue	(27,277)	42,453
Net Cash (Used) Provided by Operating Activities	(4,507)	75,123
NET CHANGES IN CASH AND CASH EQUIVALENTS	(4,507)	75,123
CASH AND CASH EQUIVALENTS – Beginning	123,196	48,073
CASH AND CASH EQUIVALENTS – Ending	<u>\$ 118,689</u>	<u>\$ 123,196</u>

See accompanying notes and accountant's report.

BLOOD CENTERS OF CALIFORNIA, INC.
(A CALIFORNIA NONPROFIT MUTUAL BENEFIT CORPORATION)

Notes to Financial Statements
December 31, 2003 and 2002

NOTE 1: SUMMARY OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES –

This summary of activities and significant accounting policies of Blood Centers of California, Inc. is presented to assist in understanding the Organization's financial statements. The financial statements and notes are representations of the Organization's management, who is responsible for the financial statements integrity and objectivity.

Organization:

Blood Centers of California, Inc. was established on December 1, 1987, and its primary activities at that stage of formation consisted of recruiting charter members and raising capital. The Organization has since then established an association of nonprofit blood centers to promote the common interest of such services and organization, and assistance of nonprofit blood center services and organizations in California and elsewhere by creating the means to combine resources and promote more efficient and effective blood services, and promotion of the activities and interest of nonprofit blood services and organizations.

Donations:

Many individuals donate significant time and services to advance the objectives of the Organization. These services have not been recorded in the financial statements because no objective basis is available to measure the value of such services.

Estimates:

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Financial Statement Presentation:

The Organization maintains its accounts on the accrual basis method of accounting, which is in accordance with generally accepted accounting principles. Net assets are classified as unrestricted, temporarily restricted, or permanently restricted. Net assets are generally reported as unrestricted unless assets are received with explicit stipulations that limit the use of the asset. The Organization does not have any temporarily or permanently restricted net assets.

BLOOD CENTERS OF CALIFORNIA, INC.
(A CALIFORNIA NONPROFIT MUTUAL BENEFIT CORPORATION)
Notes to Financial Statements - Continued
December 31, 2003 and 2002

NOTE 1: SUMMARY OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES
- CONTINUED -

Income Taxes:

Blood Centers of California, Inc. was organized under the nonprofit laws of the State of California and has been determined to be exempt from Federal and California taxes under Code Section 501(c)(6) of the Internal Revenue Code and the State of California Revenue and Taxation Code.

Cash and Cash Equivalents:

For purposes of the statement of cash flows, Blood Centers of California, Inc. considers highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. Included in cash and cash equivalents were deposits in money market accounts of \$97,275 and \$118,865 at December 31, 2003 and 2002, respectively.

Concentration of Credit Risk:

Blood Centers of California, Inc., which periodically maintains balances in depository accounts in excess of the FDIC insurance limit, performs ongoing credit evaluations of its depository institutions and has not experienced any losses on its depository accounts. The Organization has uninsured cash bank balances in the amount of \$18,689 and \$23,196 as of December 31, 2003 and 2002, respectively.

The Organization grants credit to the charter members, substantially all of whom are blood banks in California. These accounts receivable are considered to be 100% current and collectible. An allowance for doubtful accounts is not provided as management believes that accounts receivable are fully collectible.

NOTE 2: UNRESTRICTED NET ASSETS – CHARTER CONTRIBUTIONS –

Nineteen charter member blood banks in California each contributed \$3,000 before October 1, 1988, as an initial financial contribution. In addition, each member contributed considerable unreimbursed expense, time, and expertise in organizing the Organization. The "Charter Contributions" in the amount of \$57,000 represents the cash contributions of the Organization's charter members reported under unrestricted net assets.

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Notes to Financial Statements - Continued

December 31, 2003 and 2002

NOTE 3: DEFERRED REVENUE –

The amount recorded as deferred revenue represents dues for 2004 and 2003 received prior to the year ending December 31, 2003 and 2002, respectively.

NOTE 4: CASH AND CASH EQUIVALENTS –

Cash and cash equivalents consisted of the following:

	<u>December 31,</u>	
	<u>2003</u>	<u>2002</u>
	<u>Compilation</u>	<u>Review</u>
Cash - Checking	\$ 21,414	\$ 4,331
Cash – Money Market	97,275	118,865
	<u>\$ 118,689</u>	<u>\$ 123,196</u>