

AUDITED FINANCIAL STATEMENTS

ILLINOIS FIREFIGHTERS ASSOCIATION, INC.

GLEN CARBON, ILLINOIS

DECEMBER 31, 2010

EDWARD W. SMALL

Certified Public Accountant

318 HILLSBORO AVENUE

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INDEPENDENT AUDITOR'S REPORT


To the Board of Directors
Illinois Firefighters Association, Inc.
Glen Carbon, Il 62034

I have examined the financial statements of **Illinois Firefighters Association, Inc.** as listed in the table of contents as of and for the year ended December 31, 2010. These financial statements are the responsibility of management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant statement presentation. I believe that my audit provides a reasonable basis for my opinion.

As described in Note A, **Illinois Firefighters Association, Inc.** prepares its financial statements on the cash basis, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **Illinois Firefighters Association, Inc.** as of December 31, 2010, and the results of its operations and changes in the fund balance for the years then ended in conformity with the cash basis of accounting described in Note A to the financial statements.



Certified Public Accountant

Edwardsville, Illinois
May 4, 2010

ILLINOIS FIREFIGHTERS ASSOCIATION, INC
 STATEMENT OF FINANCIAL POSITION
 ARISING FROM CASH TRANSACTIONS
 DECEMBER 31, 2010

	UNRESTRICTED	TEMPORARILY RESTRICTED	MEMORANDUM
		INDEMNITY FUND	TOTAL ONLY
ASSETS			
Checking account			
First National Bank	\$21,104.60	\$23,117.22	\$44,221.82
Certificates of Deposit			
FCB #811643126	0.00	0.00	0.00
First Clover Leaf Bank	0.00	57,355.88	57,355.88
Premier Bank #17000	0.00	59,018.42	59,018.42
Total Certificates	0.00	116,374.30	116,374.30
TOTAL ASSETS	\$21,104.60	\$139,491.52	\$160,596.12
LIABILITIES AND NET ASSETS			
Liabilities -			
Withheld payroll taxes	\$1,494.50	\$0.00	\$1,494.50
NET ASSETS			
Unrestricted	19,610.10	0.00	19,610.10
Temporarily restricted	0.00	139,491.52	139,491.52
Permanently restricted	0.00	0.00	0.00
TOTAL NET ASSETS	19,610.10	139,491.52	159,101.62
TOTAL LIABILITIES AND NET ASSETS	\$21,104.60	\$139,491.52	\$160,596.12

Notes to financial statements are an integral part of these statements.

ILLINOIS FIREFIGHTERS ASSOCIATION, INC
STATEMENT OF ACTIVITIES
AND CHANGES IN NET ASSETS
ARISING FROM CASH TRANSACTIONS
FOR THE YEAR ENDED DECEMBER 31, 2010

PUBLIC SUPPORT AND REVENUE:	UNRESTRICTED	TEMPORARILY RESTRICTED	MEMORANDUM
		INDEMNITY FUND	TOTAL ONLY
Department dues	\$31,952.00	\$0.00	\$31,952.00
Vendor dues	3,765.00	0.00	3,765.00
Foundation Expense Reimbursement	23,043.36	0.00	23,043.36
Indemnity Expense Reimbursement	3,680.42	0.00	3,680.42
Bulletin Advertising	9,565.00	0.00	9,565.00
Conference Receipts	10,025.00	0.00	10,025.00
Interest Income	30.30	1,624.49	1,654.79
Bulletin Subscriptions	125.00	0.00	125.00
Redbook Donation From MCFA	1,000.00	0.00	1,000.00
Indemnity Assessments	0.00	11,406.00	11,406.00
Fundraising - CDG	204.82	0.00	204.82
Donations	821.00	0.00	821.00
Miscellaneous	530.00	0.00	530.00
Credit Card Fees Collected	0.00	0.00	0.00
Assets released from restrictions	7,995.42	(7,995.42)	0.00
TOTAL PUBLIC SUPPORT AND REVENUE	\$92,737.32	\$5,035.07	\$97,772.39
EXPENDITURES:			
Program Expenses	\$42,736.27	\$0.00	\$42,736.27
Management & General	42,522.89	0.00	42,522.89
Fundraising	3,024.25	0.00	3,024.25
TOTAL EXPENDITURES	\$88,283.41	\$0.00	\$88,283.41
EXCESS (DEFICIENCY) OF SUPPORT AND REVENUE OVER (UNDER) EXPENDITURE:	\$4,453.91	\$5,035.07	\$9,488.98
NET ASSETS			
Beginning of year	15,156.19	134,456.45	149,612.64
End of the year	\$19,610.10	\$139,491.52	\$159,101.62

Notes to financial statements are an integral part of these statements.

ILLINOIS FIREFIGHTERS ASSOCIATION, INC
 STATEMENT OF FUNCTIONAL EXPENSES
 ARISING FROM CASH TRANSACTIONS
 FOR THE YEAR ENDED DECEMBER 31, 2010

	TOTAL EXPENSE	PROGRAM SERVICES	MANAGEMENT & GENERAL	FUNDRAISING
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EXPENDITURES:				
Salaries	12,000.00	6,000.00	5,400.00	600.00
Payroll taxes	1,355.50	677.75	609.98	67.78
Audit fees	1,500.00	0.00	1,500.00	0.00
Professional fundraising fees	0.00	0.00	0.00	0.00
Office supplies	815.56	407.78	367.00	40.78
Telephone	553.60	276.80	249.12	27.68
Postage	616.00	308.00	277.20	30.80
Printing	1,595.70	797.85	718.07	79.79
Conferences	2,610.26	1,305.13	1,174.62	130.51
Board meeting expenses	19,949.03	9,974.52	8,977.06	997.45
Consultant fees	16,800.00	0.00	16,800.00	0.00
Annual filing fees	25.00	0.00	25.00	0.00
Insurance	1,832.00	916.00	824.40	91.60
Legislative reception	300.00	150.00	135.00	15.00
Bulletins	5,668.72	2,834.36	2,550.92	283.44
Red book	537.51	268.76	241.88	26.88
Transfer CDG funds to Foundation	9,028.88	9,028.88	0.00	0.00
Transfer of Indemnity Funds to Ge	3,775.42	3,020.34	377.54	377.54
Indemnity fund expenses	4,220.00	4,220.00	0.00	0.00
Credit card fees	345.28	172.64	155.38	17.26
Dues and subscriptions	105.00	52.50	47.25	5.25
Web Site	4,264.40	2,132.20	1,918.98	213.22
Other Expenses	385.55	192.78	173.50	19.28
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TOTAL EXPENDITURES	\$88,283.41	\$42,736.27	\$42,522.89	\$3,024.25
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Notes to financial statements are an integral part of these statements.

ILLINOIS FIREFIGHTERS ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

Illinois Firefighters Association, Inc. recognizes revenues and expenditures on the cash basis of accounting for financial statement purposes. As a result, revenues are recognized in the period received rather than when earned, and expenditures are recorded in the period paid rather than when the liability was incurred.

Tax-Exempt Status

Illinois Firefighters Association, Inc. is an Organization exempt from income tax under Section 501(c)(4) of the Internal Revenue Code.

Basis of Presentation

Although, **Illinois Firefighters Association, Inc.** uses the cash basis of accounting, the reporting standards of FASB Statement 117 have been adopted. In accounting for not-for-profit organizations, a distinction is made between unrestricted, temporarily restricted and permanently restricted net assets.

Unrestricted Net Assets - are available to finance general operations of the organization and may be expended at the discretion of the governing board.

Temporarily Restricted Net Assets - are similar to permanently restricted net assets except the donor-imposed stipulations either expire by passage of time or can be fulfilled and removed by actions of the organization pursuant to those stipulations.

Indemnity Fund - The indemnity Fund has been established to provide death benefits and injury benefits to individuals within member departments who are disabled either temporarily or permanently, or fatally injured while performing in the line of duty. The maximum amount paid to any individual for a specific injury or death is \$3000. The fund is maintained by assessments paid by member departments, as funds are required to meet benefit payments. The number of assessments will vary each year according to the amount of injury claims made. Excess funds are invested in guaranteed certificates of deposits. Members of the Association may elect not to participate in the Indemnity Fund.

Permanently Restricted Net Assets - result from contributions and other inflows of assets whose use is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the organization.