

INTERNATIONAL POLICY GOVERNANCE ASSOCIATION

Financial Statements

December 31, 2009 and 2008

(With Accountants' Review Report Thereon)

INTERNATIONAL POLICY GOVERNANCE ASSOCIATION

Table of Contents

	<u>Page</u>
Accountants' Review Report	1
Financial Statements:	
Statement of Financial Position	2
Statement of Activities	3
Statement of Functional Expenses	4-5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 8

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ACCOUNTANTS' REVIEW REPORT

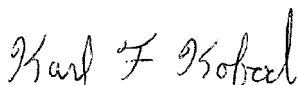
The Board of Directors
International Policy Governance Association

We have reviewed the accompanying statement of financial position of International Policy Governance Association (the Association) as of December 31, 2009 and 2008, and the related statements of activities, functional expenses and cash flows for the years then ended in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of the Council.

A review consists of principally of inquiries of the Council's management and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with auditing standards generally accepted in the United States of America, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the December 31, 2009 and 2008 financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Getzville, New York
May 6, 2010



KARL F. KOFOD, CPA

INTERNATIONAL POLICY GOVERNANCE ASSOCIATION
Statement of Financial Position
December 31, 2009 and 2008

<u>Assets</u>	<u>2009</u>	<u>2008</u>
Current assets:		
Cash	\$ 16,397	\$ 35,954
Total current assets	<u>16,397</u>	<u>35,954</u>
Total assets	<u><u>16,397</u></u>	<u><u>35,954</u></u>
<u>Liabilities and Net Assets</u>		
Unrestricted net assets	<u>16,397</u>	<u>35,954</u>
Total liabilities and net assets	<u><u>\$ 16,397</u></u>	<u><u>\$ 35,954</u></u>

See accompanying notes to financial statements.

INTERNATIONAL POLICY GOVERNANCE ASSOCIATION
Statement of Activities
Year ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Unrestricted revenue:		
Conference fees	\$ 114,834	\$ 91,784
Conference Sponsorship	10,290	-
Membership fees	23,949	9,928
Contributions	20	49
DVD Sales	11,850	18,621
Interest	129	628
Royalties	<u>99</u>	<u>964</u>
Total unrestricted revenue	<u>161,171</u>	<u>121,974</u>
Unrestricted expenses:		
Program services	153,171	103,901
Management and general	<u>27,557</u>	<u>23,814</u>
Total unrestricted expenses	<u>180,728</u>	<u>127,715</u>
Increase (decrease) in unrestricted net assets	(19,557)	(5,741)
Unrestricted net assets at beginning of year	<u>35,954</u>	<u>41,695</u>
Unrestricted net assets at end of year	<u><u>16,397</u></u>	<u><u>35,954</u></u>

See accompanying notes to financial statements.

INTERNATIONAL POLICY GOVERNANCE ASSOCIATION
Statement of Functional Expenses
Year ended December 31, 2009

	Total Program <u>Services</u>	Management and <u>General</u>	<u>2009</u>
Conference costs	\$ 68,384		68,384
Board meetings	-	4,363	4,363
Management contract	21,965	7,322	29,286
Insurance	-	1,400	1,400
Marketing	15,842	0	15,842
Training	-	600	600
office expense	-	869	869
Postage	9,676	3,225	12,902
Bank Charges	-	904	904
Travel & Entertainment	22,257	7,419	29,676
DVD and books	9,487		9,487
Professional Fees	5,561	1,455	7,016
	-	-	-
Total expenses	<u>153,171</u>	<u>27,557</u>	<u>180,728</u>

See accompanying notes to financial statements.

INTERNATIONAL POLICY GOVERNANCE ASSOCIATION
Statement of Functional Expenses
Year ended December 31, 2008

	<u>Total</u> <u>Program</u> <u>Services</u>	<u>Management</u> <u>and</u> <u>General</u>	<u>2008</u>
Conference costs	\$ 58,745		58,745
Board meetings	-		-
Management contract	29,341	9,780	39,121
Insurance	-	1,503	1,503
Marketing	1,415		1,415
Training	-		-
office expense	-		-
Postage	-		-
Bank Charges	-	4,326	4,326
Travel & Entertainment	-	6,628	6,628
DVD project	14,400		14,400
Professional Fees	-	1,550	1,550
Miscellaneous Expenses	-	27	27
	-	-	-
Total expenses	<u>103,901</u>	<u>23,814</u>	<u>127,715</u>

See accompanying notes to financial statements.

INTERNATIONAL POLICY GOVERNANCE ASSOCIATION
Statement of Cash Flows
Year ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Cash flows from operating activities:		
Increase (decrease) in unrestricted net assets	\$ (19,557)	\$ (5,741)
Adjustments to reconcile increase (decrease) in unrestricted net assets to net cash used in operating activities:		
Changes in:		
Conference fees collected in advance	-	(12,172)
Net cash used in operating activities	(19,557)	(17,913)
Cash flows from investing activities - purchase of equipment	-	-
Net decrease in cash	(19,557)	(17,913)
Cash at beginning of year	35,954	53,867
Cash at end of year	\$ 16,397	35,954

See accompanying notes to financial statements.

INTERNATIONAL POLICY GOVERNANCE ASSOCIATION

Notes to Financial Statements

December 31, 2009 and 2008

(1) Summary of Significant Accounting Policies

(a) Nature of Activities

International Policy Governance Association is a not-for-profit organization formed under the New York State Nonprofit laws. The purpose of the Association is to promote high quality governance implementation.

(b) Basis of Accounting

The financial statements of the Council have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

(c) Basis of Presentation

The Council follows Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations." Under SFAS No. 117, the Association is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets. The Association had no permanently restricted or temporarily restricted net assets. Accordingly, net assets of the Association and changes therein are classified and reported as follows:

Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations and may be used for any purpose designated by the Council's governing board.

(d) Estimates

The preparation of financial statements in conformity with 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.

(e) Cash and Equivalents

For purposes of the statement of cash flows, the Council considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

(f) Donated Services

During the years ended December 31, 2009 and 2008, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. However, many individuals volunteer their time and perform a variety of tasks that assist the Association.

(g) Expense Allocation

The costs of providing programs and other activities have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Accordingly, certain costs have been allocated between the program and supporting services activities.

INTERNATIONAL POLICY GOVERNANCE ASSOCIATION
Notes to Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(h) Income Taxes

The Council is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code, therefore, no provision for income taxes is reflected in the financial statements.

(2) Program Services

Program services administered by the Association include the following:

Annual Conference - This program provides an annual conference devoted to educating organizations about implementing high quality governance. The Association also acts as a resource for organizations interested in quality governance.

(3) Economic Dependency

A material part of the Council's funding is dependent upon conference fees. For the years ended December 31, 2009 and 2008, the annual conference accounted for 71% and 74% of the Associations total unrestricted revenue.

2009 Exempt Org. Return
prepared for:

**International Policy Governance
Association**

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