

**ALZHEIMER'S DISEASE AND
RELATED DISORDERS ASSOCIATION,
GREATER ILLINOIS CHAPTER**

Financial Statements

June 30, 2010 and 2009

(With Independent Auditor's Report Thereon)



6815 Weaver Road, Suite 100 • Rockford, Illinois 61114-8018

Independent Auditor's Report

Board of Directors
Alzheimer's Disease and Related Disorders Association, Greater Illinois Chapter
Chicago, Illinois

We have audited the accompanying statements of financial position of Alzheimer's Disease and Related Disorders Association, Greater Illinois Chapter (Alzheimer's) as of June 30, 2010 and 2009, and the related statements of activities, functional expenses, and cash flows for the years then ended. These financial statements are the responsibility of Alzheimer's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we 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 estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Alzheimer's Disease and Related Disorders Association, Greater Illinois Chapter as of June 30, 2010 and 2009 and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

A handwritten signature in cursive script that reads 'Sikich LLP'.

Rockford, Illinois
September 16, 2010

**ALZHEIMER'S DISEASE AND RELATED DISORDERS ASSOCIATION,
GREATER ILLINOIS CHAPTER**

Statements of Financial Position

June 30, 2010 and 2009

Assets	<u>2010</u>	<u>2009</u>
Current assets:		
Cash and cash equivalents	\$ 205,827	345,627
Contributions receivable, net	259,120	310,720
Due from National:		
Cash	300,588	157,207
Pledges	156,849	285,857
Grants receivable	67,248	121,066
Other receivable	11,308	7,451
Prepaid expenses and other assets	<u>35,881</u>	<u>43,196</u>
Total current assets	1,036,821	1,271,124
Cash and cash equivalents – restricted	168,000	224,000
Contributions receivable, net	17,196	–
Grants receivable	–	56,473
Investments	662,870	608,149
Property, equipment and software, net	<u>208,348</u>	<u>298,771</u>
	<u>\$ 2,093,235</u>	<u>2,458,517</u>
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	57,470	77,259
Accrued expenses	225,605	233,860
Deferred revenue	23,000	–
Capital lease obligation	<u>23,851</u>	<u>55,036</u>
Total current liabilities	329,926	366,155
Non-current liabilities –		
Capital lease obligation	<u>–</u>	<u>23,851</u>
Total liabilities	<u>329,926</u>	<u>390,006</u>
Net assets:		
Unrestricted – undesignated	1,036,560	926,262
Temporarily restricted	<u>726,749</u>	<u>1,142,249</u>
Total net assets	<u>1,763,309</u>	<u>2,068,511</u>
	<u>\$ 2,093,235</u>	<u>2,458,517</u>

See accompanying notes.

**ALZHEIMER'S DISEASE AND RELATED DISORDERS ASSOCIATION,
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Statements of Activities

For the Years Ended June 30, 2010 and 2009

	2010			2009		
	Unrestricted	Temporarily		Unrestricted	Temporarily	
		Restricted	Total		Restricted	Total
Revenues:						
Contributions and grants :						
Memorials and tributes	\$ 213,947	8,213	222,160	214,948	3,450	218,398
Corporations	123,181	29,975	153,156	136,104	38,390	174,494
Individuals	73,127	43,676	116,803	91,414	78,322	169,736
Bequests	340,294	-	340,294	469,696	1,100	470,796
Foundations	30,450	17,500	47,950	25,356	368,470	393,826
Donated services and materials	108,853	-	108,853	99,981	-	99,981
Shared contributions, net	697,275	35,540	732,815	(34,689)	96,882	62,193
Other grants	<u>6,550</u>	<u>10,000</u>	<u>16,550</u>	<u>7,500</u>	<u>-</u>	<u>7,500</u>
Total contributions and grants	1,593,677	144,904	1,738,581	1,010,310	586,614	1,596,924
Program services – education workshops	167,205	-	167,205	205,880	-	205,880
Interest and dividend income	19,418	-	19,418	31,878	-	31,878
Realized losses on investments	(2,509)	-	(2,509)	(152,210)	-	(152,210)
Unrealized gains (losses) on investments	44,878	-	44,878	(82,553)	-	(82,553)
Special events – gross receipts	1,696,585	402,009	2,098,594	1,995,520	265,983	2,261,503
Less special event expenses	(234,581)	-	(234,581)	(286,181)	-	(286,181)
Sales of books and materials	1,651	-	1,651	2,435	-	2,435
Miscellaneous	<u>2,549</u>	<u>-</u>	<u>2,549</u>	<u>8,765</u>	<u>-</u>	<u>8,765</u>
Total revenues	3,288,873	546,913	3,835,786	2,733,844	852,597	3,586,441
Net assets released from restrictions	<u>962,413</u>	<u>(962,413)</u>	<u>-</u>	<u>1,220,461</u>	<u>(1,220,461)</u>	<u>-</u>
Total revenues and net assets released from restrictions	<u>4,251,286</u>	<u>(415,500)</u>	<u>3,835,786</u>	<u>3,954,305</u>	<u>(367,864)</u>	<u>3,586,441</u>
Expenses:						
Program services:						
Patient and family services	1,620,021	-	1,620,021	1,423,083	-	1,423,083
Public awareness and education	1,406,321	-	1,406,321	1,904,229	-	1,904,229
Public policy	82,083	-	82,083	58,356	-	58,356
Total program services	<u>3,108,425</u>	<u>-</u>	<u>3,108,425</u>	<u>3,385,668</u>	<u>-</u>	<u>3,385,668</u>
Support services:						
Management and general	436,387	-	436,387	402,164	-	402,164
Fundraising	596,176	-	596,176	676,054	-	676,054
Total support services	<u>1,032,563</u>	<u>-</u>	<u>1,032,563</u>	<u>1,078,218</u>	<u>-</u>	<u>1,078,218</u>
Total expenses	<u>4,140,988</u>	<u>-</u>	<u>4,140,988</u>	<u>4,463,886</u>	<u>-</u>	<u>4,463,886</u>
Increase (decrease) in net assets	110,298	(415,500)	(305,202)	(509,581)	(367,864)	(877,445)
Net assets at beginning of year	<u>926,262</u>	<u>1,142,249</u>	<u>2,068,511</u>	<u>1,435,843</u>	<u>1,510,113</u>	<u>2,945,956</u>
Net assets at end of year	<u>\$ 1,036,560</u>	<u>726,749</u>	<u>1,763,309</u>	<u>926,262</u>	<u>1,142,249</u>	<u>2,068,511</u>

See accompanying notes.

**ALZHEIMER'S DISEASE AND RELATED DISORDERS ASSOCIATION,
GREATER ILLINOIS CHAPTER**

Statements of Cash Flows

For the Years Ended June 30, 2010 and 2009

	2010	2009
Cash flows from operating activities:		
Cash from contributions and special fundraising events \$	3,142,085	3,269,577
Cash from program services – education workshops	168,856	208,315
Cash received under revenue sharing agreement	861,268	303,266
Government grants	–	10,000
Cash from other grants	16,550	7,500
Interest and dividends received	19,418	31,878
Miscellaneous receipts	2,124	8,765
Operating receipts	4,210,301	3,839,301
Cash paid to and for the benefit of employees	2,832,939	3,064,787
Cash paid under revenue sharing agreement	255,431	200,000
Cash paid to vendors	1,224,968	1,010,405
Grants paid	2,452	78,284
Operating disbursements	4,315,790	4,353,476
Net cash flows from operating activities	(105,489)	(514,175)
Cash flows from investing activities:		
Sale of investments	4,500	1,126,410
Purchase of investments	(16,852)	(1,024,925)
Purchase of property, equipment and software	(22,923)	(70,720)
Net cash flows from investing activities	(35,275)	30,765
Cash flows from financing activities –		
Principal payments on capital lease obligation	(55,036)	(52,061)
Net decrease in cash and cash equivalents	(195,800)	(535,471)
Cash and cash equivalents – beginning of year	569,627	1,105,098
Cash and cash equivalents – end of year	\$ 373,827	569,627

(continued)

**ALZHEIMER'S DISEASE AND RELATED DISORDERS ASSOCIATION,
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Statements of Cash Flows (continued)

For the Years Ended June 30, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Reconciliation of change in net assets to cash flows from operating activities:		
Change in net assets	\$ <u>(305,202)</u>	<u>(877,444)</u>
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Bad debt	113,741	-
Depreciation and amortization	113,346	110,421
Realized losses on investments	2,509	152,210
Unrealized (gains) losses on investments	(44,878)	82,553
Investments received by contribution	-	(4,040)
Increase/(decrease) in cash due to changes in:		
Contributions receivable	34,404	44,424
Grants receivable	110,291	(156,104)
Other receivable	(3,857)	(7,451)
Prepaid expenses and other assets	7,315	55,285
Accounts payable	(19,789)	37,943
Accrued expenses	(8,255)	6,955
Deferred revenue	23,000	-
Due from National – Cash	(143,381)	(96,882)
Due from National – Pledges	<u>15,267</u>	<u>137,955</u>
Total adjustments	<u>199,713</u>	<u>363,269</u>
Net cash flows from operating activities	<u>(105,489)</u>	<u>(514,175)</u>

Supplemental cash flow information

Interest paid on capital lease obligation	\$ <u>3,004</u>	<u>5,979</u>
Disposal of fully depreciated property, equipment and software	\$ <u>2,883</u>	<u>-</u>

See accompanying notes.

**ALZHEIMER'S DISEASE AND RELATED DISORDERS ASSOCIATION,
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Statement of Functional Expenses

For the Year Ended June 30, 2010

	Patient and Family Services	Public Awareness/ Education	Public Policy	Total Program Services	Management and General	Fund Raising	Total Support Services	Total
Salaries and wages	\$ 929,257	738,668	36,205	1,704,130	189,556	366,273	555,829	2,259,959
Payroll taxes and other employee benefits	263,414	151,416	5,746	420,576	50,504	89,170	139,674	560,250
Accounting fees	7,840	7,840	-	15,680	1,960	1,960	3,920	19,600
Bad debt	-	-	-	-	113,741	-	113,741	113,741
Outside/contract labor	3,502	44,621	33,100	81,223	875	875	1,750	82,973
Office supplies	21,675	27,561	209	49,445	4,407	4,426	8,833	58,278
Telephone	38,644	38,309	-	76,953	9,527	9,551	19,078	96,031
Postage	7,582	9,944	120	17,646	512	1,197	1,709	19,355
Occupancy/utilities/insurance	178,448	177,936	-	356,384	44,484	44,484	88,968	445,352
Equipment rental and maintenance	13,986	13,985	-	27,971	3,496	3,496	6,992	34,963
Printing and publications/newsletter	6,628	49,746	-	56,374	715	769	1,484	57,858
Advertising/publicity/promotion	246	55,427	-	55,673	-	30	30	55,703
Books/library purchases	5,131	1,212	350	6,693	44	44	88	6,781
Conferences, conventions and meetings	9,188	16,902	594	26,684	775	919	1,694	28,378
Staff development – dues and subscriptions	1,699	828	-	2,527	62	817	879	3,406
Travel	17,058	14,423	5,759	37,240	1,420	4,949	6,369	43,609
Grants – specific assistance to individuals	2,182	270	-	2,452	-	-	-	2,452
Interest/bank charges	11,726	11,726	-	23,452	2,932	2,932	5,864	29,316
Miscellaneous	530	169	-	699	42	42	84	783
Donated services, materials and advertising	55,946	-	-	55,946	-	52,907	52,907	108,853
Depreciation and amortization	45,339	45,338	-	90,677	11,335	11,335	22,670	113,347
	<u>\$ 1,620,021</u>	<u>1,406,321</u>	<u>82,083</u>	<u>3,108,425</u>	<u>436,387</u>	<u>596,176</u>	<u>1,032,563</u>	<u>4,140,988</u>

See accompanying notes.

**ALZHEIMER'S DISEASE AND RELATED DISORDERS ASSOCIATION,
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Statement of Functional Expenses

For the Year Ended June 30, 2009

	Patient and Family Services	Public Awareness/ Education	Public Policy	Total Program Services	Management and General	Fund Raising	Total Support Services	Total
Salaries and wages	\$ 768,041	963,385	32,400	1,763,826	216,553	431,852	648,405	2,412,231
Payroll taxes and other employee benefits	227,301	258,129	3,056	488,486	63,705	116,018	179,723	668,209
Accounting fees	6,927	6,927	-	13,854	2,971	2,970	5,941	19,795
Bad debt	-	-	-	-	-	-	-	-
Outside/contract labor	31,745	94,365	14,186	140,296	1,481	1,481	2,962	143,258
Office supplies	17,837	14,499	131	32,467	4,550	4,681	9,231	41,698
Telephone	35,209	34,067	158	69,434	14,539	14,572	29,111	98,545
Postage	7,920	13,336	434	21,690	829	1,588	2,417	24,107
Occupancy/utilities/insurance	149,532	149,089	-	298,621	63,705	64,588	128,293	426,914
Equipment rental and maintenance	14,559	14,559	-	29,118	6,174	6,174	12,348	41,466
Printing and publications/newsletter	15,776	66,967	664	83,407	2,185	2,186	4,371	87,778
Advertising/publicity/promotion	2,409	73,065	-	75,474	9	230	239	75,713
Books/library purchases	4,580	2,088	-	6,668	286	286	572	7,240
Conferences, conventions and meetings	6,198	43,646	1,062	50,906	1,295	1,369	2,664	53,570
Staff development - dues and subscriptions	1,823	1,315	-	3,138	197	948	1,145	4,283
Travel	24,140	30,694	6,265	61,099	2,880	6,131	9,011	70,110
Grants - specific assistance to individuals	32,229	46,055	-	78,284	-	-	-	78,284
Interest/bank charges	10,214	10,214	-	20,428	4,202	4,377	8,579	29,007
Miscellaneous	2,133	1,116	-	3,249	353	352	705	3,954
Donated services, materials and advertising	24,509	42,794	-	67,303	-	-	-	67,303
Depreciation and amortization	40,001	37,919	-	77,920	16,250	16,251	32,501	110,421
	<u>\$ 1,423,083</u>	<u>1,904,229</u>	<u>58,356</u>	<u>3,385,668</u>	<u>402,164</u>	<u>676,054</u>	<u>1,078,218</u>	<u>4,463,886</u>

See accompanying notes.

**ALZHEIMER'S DISEASE AND RELATED DISORDERS ASSOCIATION,
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Notes to Financial Statements

June 30, 2010 and 2009

(1) Nature of Business and Significant Accounting Policies

(a) Organization

The Alzheimer's Disease and Related Disorders Association, Greater Illinois Chapter (Alzheimer's) is a separately incorporated nonprofit agency which is affiliated with Alzheimer's Disease and Related Disorders Association, Inc. (National). The geographic territory served by Alzheimer's has been authorized by National and includes 68 counties in Illinois with offices in Bloomington, Carterville, Chicago, Rockford, Joliet and Springfield. Alzheimer's provides family services, funds research projects and provides education to the general public in coping with problems of those afflicted with Alzheimer's disease and related disorders.

(b) New Accounting Pronouncements

In 2009, Financial Accounting Standards Board (FASB) Staff Position 157-4, *Disclosures Determining Fair Value When the Volume and Level of Activity for the Asset or Liability Have Significantly Decreased and Identifying Transactions That Are Not Orderly* (FSP 157-4), was issued and later codified into ASC Topic 820, *Fair Value Measurements and Disclosures* (ASC Topic 820), which expanded disclosures and required that major category for debt and equity securities in the fair value hierarchy table be determined on the basis of the nature and risks of the investments.

(c) Revenue Recognition

Contributions, including unconditional promises to give, are recognized as revenue at their fair values in the earlier of the period received or in which the unconditional promise is made. Bequests are recognized as revenue upon receiving notification of a donor's death and the amount of the bequest. Conditional promises to give are recognized when they become unconditional; that is, when the conditions are substantially met. The receipt of donated assets, services requiring specialized skills, and materials are recorded at their estimated fair market value at time of donation.

When recognized, contributions are recorded as unrestricted, temporarily restricted, or permanently restricted depending upon the existence and nature of any restrictions stipulated by the donor. When a donor imposed restriction has been satisfied, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

An allowance for uncollectible accounts is maintained to reflect management's estimate of contributions receivable which will become uncollectible in the future.

**ALZHEIMER'S DISEASE AND RELATED DISORDERS ASSOCIATION,
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Notes to Financial Statements

(d) Expense Allocation

Costs are charged on a direct functional basis whenever practical. When direct charges cannot be determined, the costs are allocated on the basis of the estimated proportional use of the service provided or resource consumed.

(e) Cash and Cash Equivalents

For purposes of the statements of cash flows, Alzheimer's considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents. Cash and cash equivalents - restricted are required to remain on deposit as collateral for a letter of credit.

(f) Investment Valuation and Income recognition

Alzheimer's investments are stated at fair value as determined by quoted market prices. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 3 for discussion of fair value measurements.

Purchases and sales of securities are recorded on trade-date basis. Interest income is recorded on the accrual basis and dividends are recorded on the ex-dividend date.

(g) Property, Equipment and Software

Purchased property, equipment and software with a cost greater than \$500 are capitalized at cost. Donated items are capitalized upon receipt at their estimated fair value. Fixed assets are depreciated over their estimated useful lives using the straight-line method. Software is amortized over a three year period using the straight-line method. Depreciation and amortization expense begin in the month the item is purchased.

(h) Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

(i) Income Taxes

Alzheimer's is a not-for-profit organization exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code as other than a private foundation. Alzheimer's activities are included with informational tax returns filed by National.

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Notes to Financial Statements

(2) Contributions Receivable

Contributions receivable from pledges and bequests at June 30 are as follows:

		<u>2010</u>	<u>2009</u>
Due within one year	\$	267,144	311,811
Due from one to five years		<u>17,196</u>	<u>—</u>
Total		284,340	311,811
Less allowance for uncollectible accounts		<u>(8,024)</u>	<u>(1,091)</u>
Net contributions receivable	\$	<u><u>276,316</u></u>	<u><u>310,720</u></u>

(3) Investments

The FASB guidance on fair value measurements establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1: Quoted market prices in active markets for identical assets or liabilities.

Level 2: Observable market based inputs or unobservable inputs that are corroborated by market data.

Level 3: Unobservable inputs that are not corroborated by market data.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies consistently used for assets measured at fair value.

Investments in mutual and money market funds: Valued at the net asset value (NAV) of shares held by Alzheimer's at year end.

The method described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while Alzheimer's believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

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Notes to Financial Statements

(3) Investments (continued)

The following are major categories of investments, all at level 1 fair value hierarchy, measured at fair value as of June 30:

		<u>2010</u>	
Money market funds	\$	<u>201,126</u>	
Mutual funds			
U.S. equity large		148,543	
U.S. equity mid/small		65,108	
International equity		50,097	
Bonds – short-term		65,840	
Bonds – intermediate-term		70,964	
Bonds – long-term		<u>61,192</u>	
Total mutual funds		<u>461,744</u>	
Total	\$	<u><u>662,870</u></u>	
		<u>2009</u>	
Money market funds	\$	<u>200,926</u>	
Mutual funds		<u>407,223</u>	
Total	\$	<u><u>608,149</u></u>	

(4) Risks and Uncertainties

Investment securities are exposed to various risks such as interest rate, market, and credit. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risks in the near term would be material to the amounts reported in the statement of activities.

(5) In-Kind Donations

Alzheimer's received in-kind donations of certain skilled services and materials for the annual Memory Walks and educational events. These items were allocated by management as follows for the years ended June 30:

		<u>2010</u>	<u>2009</u>
Public awareness educational communications	\$	55,946	67,303
Fundraising		52,907	32,678
	\$	<u><u>108,853</u></u>	<u><u>99,981</u></u>

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Notes to Financial Statements

(6) Property, Equipment and Software

Property, equipment and software consist of the following at June 30:

	2010	2009
Equipment	\$ 261,810	249,785
Furniture	136,661	134,100
Leasehold improvements	190,465	185,011
Software	3,505	3,505
	592,441	572,401
Less accumulated depreciation and amortization	(384,093)	(273,630)
	\$ 208,348	298,771

(7) Operating Leases

Alzheimer's has entered into various non-cancelable operating lease agreements for the rental of office facilities and office equipment which expire at various dates through October 2018. Rent expense related to these leases for the years ended June 30, 2010 and 2009 was \$399,187 and \$383,160, respectively. Future minimum annual rentals for leases executed as of June 30, 2010 are as follows:

Year ending June 30	
2011	\$ 273,763
2012	237,202
2013	205,434
2014	209,451
2015	184,876
Beyond	404,068

In lieu of making a security deposit for the Chicago office space, Alzheimer's arranged for an unconditional irrevocable letter of credit to the lessor in the amount of \$224,000 which was reduced to \$168,000 in December 2009. The letter of credit expires in July 2010, subsequently extended to July 2011. There have been no draws on the letter of credit as of June 30, 2010.

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Notes to Financial Statements

(8) Capital Lease

Alzheimer's has a capital lease agreement with a financing company for office furniture and other equipment. This agreement requires monthly payments of \$4,837, including interest at 4.66%, through November 2010. Future scheduled principal payments in the year ending June 30, 2011 under the terms of this agreement are \$24,185, which includes \$334 in interest.

(9) Retirement Plan

Alzheimer's sponsors a retirement plan under the provisions of Internal Revenue Code Section 403(b). This plan allows employees, through payroll deduction, to contribute a portion of their salary to the plan. The plan also allows matching and other employer contributions. Alzheimer's discontinued the employer match in March 2009. Employer contributions for the years ended June 30, 2010 and 2009 were \$0 and \$102,365, respectively.

(10) Fundraising Agreement

Effective July 1, 2006, Alzheimer's entered into a revenue sharing agreement with National which applies to contributions received by each organization in the geographic territory described in Note 1. The agreement specifies how contributions received by either party will be shared with the other. The agreement shall continue indefinitely. The revenue sharing activity for the years ended June 30 is as follows:

	<u>2010</u>	<u>2009</u>
<u>Revenue sharing activity:</u>		
Due from National – Beginning Balance	\$ 443,064	484,137
Payments received from National	(861,268)	(303,266)
Payments made to National	255,431	200,000
Shared contributions, net	732,814	62,193
Bad debt expense from National	(113,741)	–
Reconciling adjustments	1,137	–
Due from National – Ending Balance	\$ <u>457,437</u>	<u>443,064</u>

**ALZHEIMER'S DISEASE AND RELATED DISORDERS ASSOCIATION,
GREATER ILLINOIS CHAPTER**

Notes to Financial Statements

(11) Temporarily Restricted Net Assets

The temporarily restricted net assets as of June 30 are as follows:

	<u>2010</u>	<u>2009</u>
<u>Restricted as to time:</u>		
Contributions receivable	\$ 212,786	217,746
Due from National – Pledges	156,849	285,857
Memory Walk	184,751	265,983
Grants receivable	9,795	9,995
<u>Restricted as to purpose:</u>		
Palliative Care	81,309	199,420
Chapter programs	36,884	65,867
Care Navigation	27,233	25,165
Clinic Studies Initiative	10,000	–
Board development	7,142	15,103
Early stage education	–	26,200
Helpline	–	25,000
IDEAS	–	4,603
African American outreach	–	500
Rockford programs	–	500
Rural outreach	–	250
Latino conference	–	60
	<u>\$ 726,749</u>	<u>1,142,249</u>

(12) Subsequent Events

Subsequent events are events or transactions that occur after the statement of financial position date but before financial statements are issued or are available to be issued. These events and transactions either provide additional evidence about conditions that existed at the date of the statement of financial position, including the estimates inherent in the process of preparing financial statements (that is, recognized subsequent events), or provide evidence about conditions that did not exist at the date of the statement of financial position but arose after that date (that is, non-recognized subsequent events).

Alzheimer's has evaluated subsequent events through September 16, 2010, which was the date that these financial statements were available for issuance, and determined that there were no significant non-recognized subsequent events through that date.