

EURASIAN MISSIONS

Financial Statements

December 31, 2010 and 2009

EURASIAN MISSIONS

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Eurasian Missions
Elmhurst, Illinois

We have audited the accompanying statements of financial position of Eurasian Missions as of December 31, 2010 and 2009, and the related statements of activities, cash flows and functional expenses for the years then ended. These financial statements are the responsibility of the organization'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 audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the organization's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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 Eurasian Missions as of December 31, 2010 and 2009, and the changes in its net assets and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.



Wheaton, Illinois
February 24, 2011

EURASIAN MISSIONS

Statements of Financial Position

	December 31,	
	2010	2009
ASSETS:		
Cash and cash equivalents	\$ 1,049,909	\$ 954,306
Prepaid expenses and other assets	1,623	554
Grants receivable	-	52,412
	<u>\$ 1,051,532</u>	<u>\$ 1,007,272</u>
LIABILITIES AND NET ASSETS:		
Liabilities:		
Accrued expenses	\$ -	\$ 7,609
Unrestricted net assets	1,051,532	923,566
Temporarily restricted net assets	-	76,097
	<u>1,051,532</u>	<u>999,663</u>
	<u>\$ 1,051,532</u>	<u>\$ 1,007,272</u>

See notes to financial statements

EURASIAN MISSIONS

Statements of Activities

	Year Ended December 31,					
	2010			2009		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
SUPPORT AND REVENUE:						
Contributions from member churches	\$ 922,168	\$ -	\$ 922,168	\$ 902,448	\$ -	\$ 902,448
Contributions from grants	-	-	-	-	3,009	3,009
Interest income and other revenue	42	-	42	1,089	-	1,089
Total support and revenue	922,210	-	922,210	903,537	3,009	906,546
RECLASSIFICATIONS:						
Net assets released by satisfaction of purpose and timing restrictions	76,097	(76,097)	-	102,880	(102,880)	-
EXPENSES:						
Program services	839,242	-	839,242	851,565	-	851,565
Supporting activities:						
General and administrative	31,099	-	31,099	33,569	-	33,569
Total expenses	870,341	-	870,341	885,134	-	885,134
Change in Net Assets	127,966	(76,097)	51,869	121,283	(99,871)	21,412
Net Assets, Beginning of Year	923,566	76,097	999,663	802,283	175,968	978,251
Net Assets, End of Year	\$ 1,051,532	\$ -	\$ 1,051,532	\$ 923,566	\$ 76,097	\$ 999,663

See notes to financial statements

EURASIAN MISSIONS

Statements of Cash Flows

	Year Ended December 31,	
	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 51,869	\$ 21,412
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Change in operating assets and liabilities:		
Prepaid expenses and other assets	(1,069)	6,047
Grants receivable	52,412	99,821
Accrued expenses	(7,609)	(2,648)
Net Cash Provided by Operating Activities	95,603	124,632
Cash and Cash Equivalents, Beginning of Year	954,306	829,674
Cash and Cash Equivalents, End of Year	<u>\$ 1,049,909</u>	<u>\$ 954,306</u>

See notes to financial statements

EURASIAN MISSIONS

Statements of Functional Expenses

	Year Ended December 31, 2010		
	Program services	General and administrative	Total
Direct support to Eurasian entities	\$ 823,085	\$ -	\$ 823,085
Salary and payroll taxes	-	19,377	19,377
Travel, meetings and meals	15,617	1,043	16,660
Communication and office expenses	540	3,039	3,579
Professional fees - legal	-	276	276
Professional fees - audit	-	7,364	7,364
	<u>\$ 839,242</u>	<u>\$ 31,099</u>	<u>\$ 870,341</u>

	Year Ended December 31, 2009		
	Program services	General and administrative	Total
Direct support to Eurasian entities	\$ 829,197	\$ -	\$ 829,197
Salary and payroll taxes	-	19,377	19,377
Travel, meetings and meals	21,009	322	21,331
Communication and office expenses	1,359	3,113	4,472
Professional fees - legal	-	186	186
Professional fees - audit	-	10,571	10,571
	<u>\$ 851,565</u>	<u>\$ 33,569</u>	<u>\$ 885,134</u>

See notes to financial statements

EURASIAN MISSIONS

Notes to Financial Statements
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1. NATURE OF ORGANIZATION:

Eurasian Missions (EM) is an Illinois nonprofit corporation dedicated to spreading the Gospel through developing and maintaining Christian programs designed to facilitate spiritual and material support of churches throughout the continent generally described as Eurasia. EM was established in October 2003. Members of EM are all churches that participate in the fellowship of the Churches of Christ, subscribe to its Statement of Faith set forth in the bylaws of EM and have a desire to support missions throughout Eurasia.

EM has received a favorable determination letter from the Internal Revenue Service stating that it is exempt from income tax under Section 501(a) of the U.S. Internal Revenue Code (Code) as an organization described in Section 501(c)(3), and contributions to EM are tax deductible within the limitations prescribed by the Code. EM is not a private foundation as defined by the Code.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The financial statements of EM are prepared on the accrual basis of accounting. 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 reported amounts and disclosures. Accordingly, actual results could differ from these estimates. The significant accounting policies followed are described below.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include checking and other depository accounts with maturities of less than one year. From time to time, these accounts may exceed federally insured limits; however, EM has not experienced any losses on these accounts as a result and does not feel it is subject to credit risk related to these accounts.

GRANTS RECEIVABLE

Unconditional promises to give to EM are recognized as income and grants receivable when made and recorded at fair value based upon estimated future cash flows. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk free interest rates applicable to the years in which the promises are received. This discount rate is based on yields of the various U.S. Treasury Bills corresponding to the timing of the promise to give. Amortization of the discounts is included in support and revenue (see Note 3).

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

CLASSES OF NET ASSETS

The financial statements report amounts separately by classes of net assets:

Unrestricted net assets are those available at the discretion of the Board to be used to further the exempt purposes of EM.

Temporarily restricted net assets include amounts for which timing restrictions related to contributions receivable have not been met.

REVENUES AND EXPENSES

Contributions are recognized when made. Gifts of cash and other assets are reported as restricted support if they are received with donor stipulations that limit the use of the cash or donated assets.

CONTRIBUTED SERVICES

A substantial number of unpaid volunteers have made significant contributions of their time to EM. These volunteers have a significant impact on making the ministry effective. The value of these contributed services is not reflected in the financial statements because they do not meet the definition of donated services required to be recorded.

UNCERTAIN TAX POSITIONS

The financial statement effects of a tax position taken or expected to be taken are recognized in the financial statements when it is more likely than not, based on the technical merits, that the position will be sustained upon examination. Interest and penalties, if any, are included in expenses in the statements of activities. As of December 31, 2010, EM had no uncertain tax positions that qualify for recognition or disclosure in the financial statements.

3. GRANTS RECEIVABLE:

During 2007, EM received the Mission Plan of the Moscow Group of Churches Grant for a three-year period. EM received \$302,619 during the period beginning July 1, 2007, and ending June 30, 2010. The final grant disbursement was received during 2010.

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4. CONTRIBUTIONS FROM MEMBER CHURCHES:

Contributions from member churches by location and percentage of the total are as follows:

	Year Ended December 31,			
	2010		2009	
Chicago Church of Christ	\$ 529,794	57.4%	\$ 474,826	52.6%
Dallas-Fort Worth Church of Christ	150,000	16.3%	150,000	16.6%
Greater Houston Church	65,000	7.0%	65,000	7.2%
St. Louis Church of Christ	55,000	6.0%	55,000	6.1%
Champaign Church of Christ	22,000	2.4%	22,500	2.5%
Wichita Church of Christ	19,390	2.1%	18,500	2.0%
Oklahoma City Intntl. Church of Christ	15,355	1.7%	15,254	1.7%
Kansas City Church of Christ	14,000	1.5%	15,000	1.7%
Madison Church of Christ	11,760	1.3%	18,000	2.0%
Columbia Church of Christ	11,009	1.2%	12,000	1.3%
Lawrence Church of Christ	9,000	1.0%	7,500	0.8%
Bloomington/Normal Church of Christ	6,000	0.7%	7,446	0.8%
Springfield Church of Christ	5,000	0.5%	7,021	0.8%
Omaha Church of Christ	4,000	0.4%	2,500	0.3%
Tulsa Church of Christ	3,860	0.4%	10,000	1.1%
Lubbock International Church of Christ	1,000	0.1%	-	0.0%
St. Paul Church of Christ - MN	-	0.0%	21,901	2.5%
	\$ 922,168		\$ 902,448	

5. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through the report date, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.