

**THE INTERNATIONAL PARURESIS
ASSOCIATION, INC.**

**FINANCIAL STATEMENTS AND INDEPENDENT
ACCOUNTANTS' REVIEW REPORT**

FOR THE YEAR ENDED DECEMBER 31, 2010

THE INTERNATIONAL PARURESIS ASSOCIATION, INC.

TABLE OF CONTENTS

INDEPENDENT ACCOUNTANTS' REVIEW REPORT 1

FINANCIAL STATEMENTS

 STATEMENT OF FINANCIAL POSITION..... 2

 STATEMENT OF ACTIVITIES 3

 STATEMENT OF FUNCTIONAL EXPENSES..... 4

 STATEMENT OF CASH FLOWS..... 5

 NOTES TO FINANCIAL STATEMENTS.....6-7

IRA MARC MILLER & CO., PA
CERTIFIED PUBLIC ACCOUNTANTS

To the Board of Directors
The International Paruresis
Association, Inc.
Baltimore, Maryland

We have reviewed the accompanying statement of financial position of The International Paruresis Association, Inc. (a non-profit corporation) as of December 31, 2010, and the related statements of activities, functional expenses, and cash flows for the year then ended. A review includes primarily applying analytical review procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. generally accepted accounting principles and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with U.S. generally accepted accounting principles.

Ira Marc Miller & Co., P.A.

November 3, 2011

THE INTERNATIONAL PARURESIS ASSOCIATION, INC. (IPA)
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2010

ASSETS

CURRENT ASSETS

Cash in banks \$ 71,838

Total current assets 71,838

Office furniture, net of accumulated
depreciation of \$2,000 -

Total assets \$ 71,838

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

\$ -

Total current liabilities -

NET ASSETS

Unrestricted 71,838

Total net assets 71,838

Total liabilities and net assets \$ 71,838

THE INTERNATIONAL PARURESIS ASSOCIATION, INC. (IPA)
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31,2010

	Temporarily Restricted	Unrestricted	Total
REVENUE			
Contributions	\$ -	\$ 91,520	\$ 91,520
Workshops	-	44,378	44,378
Book sales, royalties and other	-	2,310	2,310
Interest income	-	112	112
	-	138,320	138,320
FUNCTIONAL EXPENSES			
Program services	-	131,162	131,162
Management and general	-	13,718	13,718
	-	144,880	144,880
Increase in net assets	-	(6,560)	(6,560)
NET ASSETS			
Beginning of year	-	78,398	78,398
End of year	\$ -	\$ 71,838	\$ 71,838

THE INTERNATIONAL PARURESIS ASSOCIATION, INC. (IPA)
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2010

FUNCTIONAL EXPENSES	<u>Program services</u>	<u>Management and general</u>	<u>Total</u>
Bank fees	\$ 98	\$ 11	\$ 109
Computer related costs	1,389	245	1,634
Consulting fees	210	-	210
Fundraising	210	-	210
Insurance	2,786	492	3,278
Meetings and conferences	1,511	-	1,511
Office and administrative	2,193	387	2,580
Payroll processing fees	1,250	220	1,470
Payroll taxes	4,294	758	5,052
Printing, publications, and postage	2,694	-	2,694
Professional fees	1,360	340	1,700
Rent	8,670	1,530	10,200
Salaries	53,333	9,412	62,745
Telephone	1,833	323	2,156
Website related costs	10,908	-	10,908
Webstore stock	1,963	-	1,963
Workshop expenses	<u>36,460</u>	<u>-</u>	<u>36,460</u>
	<u>\$ 131,162</u>	<u>\$ 13,718</u>	<u>\$ 144,880</u>

See accompanying notes and independent accountants' review report

THE INTERNATIONAL PARURESIS ASSOCIATION, INC.(IPA)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31,2010

CASH FLOWS FROM OPERATING ACTIVITIES

Decrease in net assets	\$ <u>(6,560)</u>
Adjustments to reconcile decrease in net assets to net cash used in operating activities	

Total adjustments	<u>-</u>
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Net cash used in operating activities	<u>(6,560)</u>
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Net decrease in cash	(6,560)
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CASH

Beginning of year	<u>78,398</u>
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End of year	<u><u>\$ 71,838</u></u>
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THE INTERNATIONAL PARURESIS ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010

NOTE 1 - ORGANIZATION

The International Paruresis Association, Inc. (IPA) is a nonprofit organization whose purpose is to help those afflicted with paruresis overcome the stigma, embarrassment and isolation associated with the condition by educating the public, advocating effective treatments and advancing related research. The Shy Bladder Center is a program of IPA.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- A. Basis of accounting – The financial statements of The International Paruresis Association, Inc. have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.
- B. Basis of presentation - Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standards Codification (ASC) Topic 958, *Not-For-Profit Organizations*. Under FASB ASC 958, the Organization 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. There were no permanently restricted or temporarily restricted net assets as of December 31, 2010.
- C. Subsequent events – The organization has evaluated its subsequent events (events occurring after November 3, 2011), which represents the date the financial statements were available to be issued.
- D. Use of estimates in preparing financial statements - Management uses estimates and assumptions in preparing financial statements in accordance with the cash method of accounting. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.
- E. Income taxes – The International Paruresis Association, Inc. qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and is not subject to federal and state income taxes. .
- F. Statement of cash flows - For purposes of the cash flows statement, cash in the checking account and saving account are considered to be cash. No interest or income taxes were paid in the current year.

THE INTERNATIONAL PARURESIS ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- G. Property and depreciation - Property is stated at cost at the date of acquisition or fair market value at the date of donation. Major additions and betterments are charged to the asset accounts while maintenance and repairs which do not improve or extend the lives of the assets are expensed currently. Depreciation of office furniture and equipment is provided using the straight line method over 5 years. Depreciation expense for the year ended December 31, 2010 was \$0.

- H. Expense allocation - The costs of providing various 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 among the programs and supporting services benefited.