

Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

2010

Department of the Treasury Internal Revenue Service

The organization may have to use a copy of this return to satisfy state reporting requirements.

Open to Public Inspection

Form 990 header section including A (calendar year), B (check if applicable), C (organization name: ROCKFORD RESCUE MISSION MINISTRIES), D (employer ID), E (telephone), F (principal officer), G (gross receipts), H (affiliates), I (tax-exempt status), J (website), K (form of organization), L (year of formation), M (state of legal domicile).

Part I Summary table with columns for Revenue and Expenses. Rows include: 1. Mission statement, 2. Discontinued operations, 3-7. Governance & Activities, 8-12. Revenue, 13-19. Expenses, 20-22. Net Assets or Fund Balances.

Part II Signature Block

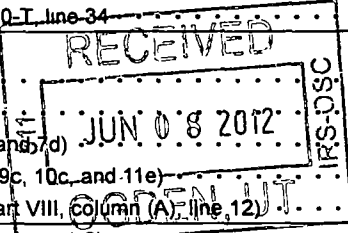
Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature of officer: STAN VALIULIS, CHAIRMAN OF THE BOARD. Date: 5-14-12.

Preparer information section including Preparer's name, signature, date, firm's name, address, and phone number.

May the IRS discuss this return with the preparer shown above? (see instructions) Yes No

SCANNED JUN 9 2012



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Part III Statement of Program Service Accomplishments

Check if Schedule O contains a response to any question in this Part III

1. Briefly describe the organization's mission

HOMELESS SHELTER, FEEDING PROGRAM, CASE MANAGEMENT, AND LIFE RECOVERY PROGRAM INCLUDING EDUCATION, VOCATIONAL TRAINING AND MEDICAL AND DENTAL CLINIC. SEE STATEMENT B FOR MISSION STATEMENT.

2. Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? Yes No

If "Yes," describe these new services on Schedule O.

3. Did the organization cease conducting, or make significant changes in how it conducts, any program services? Yes No

If "Yes," describe these changes on Schedule O

4. Describe the exempt purpose achievements for each of the organization's three largest program services by expenses. Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code:) (Expenses \$ 2,379,941 including grants of \$) (Revenue \$ 2,958,889)
SEE STATEMENT, QUESTION 1

4b (Code:) (Expenses \$ 565,112 including grants of \$) (Revenue \$ 674,013)
MISSION MART THRIFT STORES

4c (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4d Other program services (Describe in Schedule O.)
(Expenses \$ including grants of \$) (Revenue \$)

4e Total program service expenses ▶ 2,945,053

Part IV Checklist of Required Schedules

Table with 3 columns: Question, Yes, No. Rows 1-20b detailing various organizational requirements and their fulfillment status.

Part IV Checklist of Required Schedules (continued)

Table with 3 columns: Question ID, Question Text, and Yes/No response columns. Rows include questions 21 through 38 regarding grants, tax-exempt bonds, excess benefit transactions, and related organizations.

Part V

Statements Regarding Other IRS Filings and Tax Compliance

Check if Schedule O contains a response to any question in this Part V

Table with columns for question number, question text, and Yes/No checkboxes. Includes questions 1a through 14b regarding IRS filings and tax compliance.

Part VII Governance, Management, and Disclosure For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions

Check if Schedule O contains a response to any question in this Part VI [X]

Section A. Governing Body and Management

Table with 3 columns: Question, Yes, No. Rows include: 1a Enter the number of voting members of the governing body at the end of the tax year; 1b Enter the number of voting members included in line 1a, above, who are independent; 2 Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?; 3 Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors or trustees, or key employees to a management company or other person?; 4 Did the organization make any significant changes to its governing documents since the prior Form 990 was filed?; 5 Did the organization become aware during the year of a significant diversion of the organization's assets?; 6 Does the organization have members or stockholders?; 7a Does the organization have members, stockholders, or other persons who may elect one or more members of the governing body?; 7b Are any decisions of the governing body subject to approval by members, stockholders, or other persons?; 8 Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following; 8a The governing body?; 8b Each committee with authority to act on behalf of the governing body?; 9 Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O.

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

Table with 3 columns: Question, Yes, No. Rows include: 10a Does the organization have local chapters, branches, or affiliates?; 10b If "Yes," does the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with those of the organization?; 11a Has the organization provided a copy of this Form 990 to all members of its governing body before filing the form?; 11b Describe in Schedule O the process, if any, used by the organization to review this Form 990; 12a Does the organization have a written conflict of interest policy? If "No," go to line 13; 12b Are officers, directors or trustees, and key employees required to disclose annually interests that could give rise to conflicts?; 12c Does the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this is done; 13 Does the organization have a written whistleblower policy?; 14 Does the organization have a written document retention and destruction policy?; 15 Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?; 15a The organization's CEO, Executive Director, or top management official; 15b Other officers or key employees of the organization; 16a Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?; 16b If "Yes," has the organization adopted a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and taken steps to safeguard the organization's exempt status with respect to such arrangements?

Section C. Disclosure

- 17 List the states with which a copy of this Form 990 is required to be filed IL
18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (501(c)(3)s only) available for public inspection. Indicate how you make these available. Check all that apply.
[] Own website [] Another's website [X] Upon request
19 Describe in Schedule O whether (and if so, how), the organization makes its governing documents, conflict of interest policy, and financial statements available to the public.
20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization. JAN DANAHER (815) 965-5332

715 W STATE STREET ROCKFORD, IL 61102

Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors

Check if Schedule O contains a response to any question in this Part VII

Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

1a Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's current officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's current key employees, if any. See instructions for definition of "key employee."
- List the organization's five current highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.
- List all of the organization's former officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's former directors or trustees that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers, key employees; highest compensated employees, and former such persons.

Check this box if neither the organization nor any related organizations compensated any current officer, director, or trustee.

(A) Name and Title	(B) Average hours per week (describe hours for related organizations in Schedule O)	(C) Position (check all that apply)							(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former	Former			
(1) ANGELA DAVIS BOARD DIRECTOR		X							0	0	
(2) ANN DITTMAR BOARD DIRECTOR		X							0	0	
(3) BRYAN SELANDER BOARD DIRECTOR		X							0	0	
(4) DANIEL TONNESEN BOARD DIRECTOR		X							0	0	
(5) GLENN MILLER BOARD DIRECTOR		X							0	0	
(6) JOSEPH KINNEY BOARD DIRECTOR		X							0	0	
(7) LAURA ORTIZ BOARD DIRECTOR		X							0	0	
(8) SHURICE HUNTER BOARD DIRECTOR		X							0	0	
(9) MICHAEL RANGER TREASURER					X				0	0	
(10) STAN VALIULIS CHAIRMAN OF THE BOARD					X				0	0	
(11) T BRUCE WATSON VICE CHAIRMAN					X				0	0	
(12) TIM FOUNTAIN SECRETARY					X				0	0	
(13) CHERYL PITNEY EXECUTIVE DIRECTOR	60.00					X	X		73,415	0	
(14)											
(15)											
(16)											

Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)

(A) Name and Title	(B) Average hours per week (describe hours for related organizations in Schedule O)	(C) Position (check all that apply)							(D) Reportable compensation from the organization (W-2/1099-MSC)	(E) Reportable compensation from related organizations (W-2/1099-MSC)	(F) Estimated amount of other compensation from the organization and related organizations											
		l	t	d	i	n	r	o				k	e	y	e	m	p	l	o	y	e	e
(17)																						
(18)																						
(19)																						
(20)																						
(21)																						
(22)																						
(23)																						
(24)																						
(25)																						
(26)																						
(27)																						
(28)																						
1b Sub-total																						
c Total from continuation sheets to Part VII, Section A																						
d Total (add lines 1b and 1c)											73,415	0	0									
2 Total number of individuals (including but not limited to those listed above) who received more than \$100,000 in reportable compensation from the organization												0										

	Yes	No
3 Did the organization list any former officer, director or trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual		X
4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual		X
5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If "Yes," complete Schedule J for such person		X

Section B. Independent Contractors

1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization.

(A) Name and business address	(B) Description of services	(C) Compensation

2 Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 in compensation from the organization

Part VIII Statement of Revenue

			(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514
Contributions, gifts, grants and other similar amounts	1a Federated campaigns	1a				
	b Membership dues	1b				
	c Fundraising events	1c				
	d Related organizations	1d				
	e Government grants (contributions)	1e				
	f All other contributions, gifts, grants, and similar amounts not included above	1f	3,070,302			
	g Noncash contributions included in lines 1a-1f: \$		500,052			
	h Total. Add lines 1a-1f		3,070,302			
Program Service Revenue	Business Code					
	2a RESALE SHOPS	452000	584,992	584,992		
	b RECYCLE OF BULK GOODS	900099	89,021	89,021		
	c CAFE	722210	91,157	91,157		
	d					
	e					
	f All other program service revenue					
g Total. Add lines 2a-2f		765,170				
O t h e r R e v e n u e	3 Investment income (including dividends, interest, and other similar amounts)		13,749	13,749		
	4 Income from investment of tax-exempt bond proceeds					
	5 Royalties					
	6a Gross Rents	(i) Real				
		(ii) Personal				
		b Less rental expenses				
		c Rental income or (loss)				
	d Net rental income or (loss)					
	7a Gross amount from sales of assets other than inventory	(i) Securities				
		(ii) Other				
		b Less cost or other basis and sales expenses				
		c Gain or (loss)				
	d Net gain or (loss)					
	8a Gross income from fundraising events (not including \$ _____ of contributions reported on line 1c). See Part IV, line 18 a		224,428			
	b Less direct expenses b		54,610			
c Net income or (loss) from fundraising events		169,818			169,818	
9a Gross income from gaming activities See Part IV, line 19 a						
b Less direct expenses b						
c Net income or (loss) from gaming activities						
10a Gross sales of inventory, less returns and allowances a						
b Less cost of goods sold b						
c Net income or (loss) from sales of inventory						
Miscellaneous Revenue		Business Code				
11a SOFT DRINKS	900099	10,770	10,770			
b MISC RECEIPTS	900099	6,491	6,491			
c						
d All other revenue						
e Total. Add lines 11a-11d		17,261				
12 Total revenue. See instructions		4,036,300	796,180		169,818	

Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns.

All other organizations must complete column (A) but are not required to complete columns (B), (C), and (D)

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the U S See Part IV, line 21				
2 Grants and other assistance to individuals in the U.S See Part IV, line 22	101,646	101,646		
3 Grants and other assistance to governments, organizations, and individuals outside the U S See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees	73,415	47,427	12,994	12,994
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages	1,267,003	1,062,446	98,218	106,339
8 Pension plan contributions (include section 401(k) and section 403(b) employer contributions)	8,629	4,328	2,779	1,522
9 Other employee benefits	147,582	125,137	12,649	9,796
10 Payroll taxes	103,070	86,084	8,179	8,807
11 Fees for services (non-employees).				
a Management				
b Legal	2,910		2,910	
c Accounting	53,961	4,650	24,536	24,775
d Lobbying				
e Professional fundraising services. See Part IV, line 17	141,362			141,362
f Investment management fees				
g Other				
12 Advertising and promotion				
13 Office expenses	14,044	5,455	6,564	2,025
14 Information technology				
15 Royalties				
16 Occupancy	174,100	167,025	5,060	2,015
17 Travel				
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings				
20 Interest				
21 Payments to affiliates				
22 Depreciation, depletion, and amortization	175,441	161,935	13,506	
23 Insurance	67,356	50,673	10,949	5,734
24 Other expenses Itemize expenses not covered above (List miscellaneous expenses in line 24f If line 24f amount exceeds 10% of line 25, column (A) amount, list line 24f expenses on Schedule O.)				
a STATEMENT 3	730,877	563,135	13,580	154,162
b STATEMENT 4	565,112	565,112		
c				
d				
e				
f All other expenses				
25 Total functional expenses. Add lines 1 through 24f . .	3,626,508	2,945,053	211,924	469,531
26 Joint Costs. Check here <input type="checkbox"/> if following SOP 98-2 (ASC 958-720). Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation				

Part X Balance Sheet

		(A)		(B)		
		Beginning of year		End of year		
A s s e t s	1	Cash - non-interest-bearing	689,114	1	1,002,624	
	2	Savings and temporary cash investments	938,059	2	985,075	
	3	Pledges and grants receivable, net		3		
	4	Accounts receivable, net	30,594	4	28,640	
	5	Receivables from current and former officers, directors, trustees, key employees, and highest compensated employees Complete Part II of Schedule L		5		
	6	Receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instructions)		6		
	7	Notes and loans receivable, net		7		
	8	Inventories for sale or use	228,642	8	261,489	
	9	Prepaid expenses and deferred charges	36,156	9	58,776	
	10a	Land, buildings, and equipment: cost or other basis Complete Part VI of Schedule D	10a	7,102,853		
	b	Less accumulated depreciation	10b	2,501,004	10c	4,601,849
	11	Investments - publicly traded securities		11		
	12	Investments - other securities See Part IV, line 11		12		
	13	Investments - program-related. See Part IV, line 11		13		
	14	Intangible assets		14		
	15	Other assets See Part IV, line 11	7,104	15	9,761	
16	Total assets. Add lines 1 through 15 (must equal line 34)	6,531,258	16	6,948,214		
L i a b i l i t i e s	17	Accounts payable and accrued expenses	160,066	17	147,030	
	18	Grants payable		18		
	19	Deferred revenue		19		
	20	Tax-exempt bond liabilities		20		
	21	Escrow or custodial account liability. Complete Part IV of Schedule D		21		
	22	Payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons Complete Part II of Schedule L		22		
	23	Secured mortgages and notes payable to unrelated third parties		23		
	24	Unsecured notes and loans payable to unrelated third parties		24		
	25	Other liabilities Complete Part X of Schedule D		25		
	26	Total liabilities. Add lines 17 through 25	160,066	26	147,030	
N e t A s s e t s	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.					
	27	Unrestricted net assets	6,344,272	27	6,766,830	
	28	Temporarily restricted net assets	26,920	28	34,354	
	29	Permanently restricted net assets		29		
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 30 through 34.					
	30	Capital stock or trust principal, or current funds		30		
	31	Paid-in or capital surplus, or land, building, or equipment fund		31		
	32	Retained earnings, endowment, accumulated income, or other funds		32		
33	Total net assets or fund balances	6,371,192	33	6,801,184		
34	Total liabilities and net assets/fund balances	6,531,258	34	6,948,214		

Part XI

Reconciliation of Net Assets

Check if Schedule O contains a response to any question in this Part XI

1	Total revenue (must equal Part VIII, column (A), line 12)	1	4,036,300
2	Total expenses (must equal Part IX, column (A), line 25)	2	3,626,508
3	Revenue less expenses Subtract line 2 from line 1	3	409,792
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	4	6,371,192
5	Other changes in net assets or fund balances (explain in Schedule O)	5	20,200
6	Net assets or fund balances at end of year Combine lines 3, 4, and 5 (must equal Part X, line 33, column (B))	6	6,801,184

Part XII

Financial Statements and Reporting

Check if Schedule O contains a response to any question in this Part XII

1 Accounting method used to prepare the Form 990. Cash Accrual Other _____
 If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O

2a Were the organization's financial statements compiled or reviewed by an independent accountant?

b Were the organization's financial statements audited by an independent accountant?

c If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant?

If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.

d If "Yes" to line 2a or 2b, check a box below to indicate whether the financial statements for the year were issued on a separate basis, consolidated basis, or both:

Separate basis Consolidated basis Both consolidated and separate basis

3a As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?

b If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits

	Yes	No
2a		X
2b	X	
2c	X	
3a		X
3b		

SCHEDULE A
(Form 990 or 990-EZ)

Public Charity Status and Public Support

OMB No 1545-0047

2010

Open to Public Inspection

Department of the Treasury
Internal Revenue Service

Complete if the organization is a section 501(c)(3) organization or a section 4947(a)(1) nonexempt charitable trust.

▶ Attach to Form 990 or Form 990-EZ. ▶ See separate instructions.

Name of the organization

ROCKFORD RESCUE MISSION MINISTRIES

Employer identification number

36-6132381

Part I Reason for Public Charity Status (All organizations must complete this part.) See instructions

The organization is not a private foundation because it is: (For lines 1 through 11, check only one box.)

- 1 A church, convention of churches, or association of churches described in section 170(b)(1)(A)(i).
- 2 A school described in section 170(b)(1)(A)(ii). (Attach Schedule E.)
- 3 A hospital or a cooperative hospital service organization described in section 170(b)(1)(A)(iii).
- 4 A medical research organization operated in conjunction with a hospital described in section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state
- 5 An organization operated for the benefit of a college or university owned or operated by a governmental unit described in section 170(b)(1)(A)(iv). (Complete Part II.)
- 6 A federal, state, or local government or governmental unit described in section 170(b)(1)(A)(v).
- 7 An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in section 170(b)(1)(A)(vi). (Complete Part II.)
- 8 A community trust described in section 170(b)(1)(A)(vi). (Complete Part II.)
- 9 An organization that normally receives: (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions - subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975 See section 509(a)(2). (Complete Part III.)
- 10 An organization organized and operated exclusively to test for public safety. See section 509(a)(4).
- 11 An organization organized and operated exclusively for the benefit of, to perform the functions of, or to carry out the purposes of one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2). See section 509(a)(3). Check the box that describes the type of supporting organization and complete lines 11e through 11h.
 - a Type I
 - b Type II
 - c Type III-Functionally integrated
 - d Type III-Other

e By checking this box, I certify that the organization is not controlled directly or indirectly by one or more disqualified persons other than foundation managers and other than one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2)

f If the organization received a written determination from the IRS that it is a Type I, Type II, or Type III supporting organization, check this box

g Since August 17, 2006, has the organization accepted any gift or contribution from any of the following persons?

- (i) A person who directly or indirectly controls, either alone or together with persons described in (ii) and (iii) below, the governing body of the supported organization?
- (ii) A family member of a person described in (i) above?
- (iii) A 35% controlled entity of a person described in (i) or (ii) above?

	Yes	No
11g(i)		
11g(ii)		
11g(iii)		

h Provide the following information about the supported organization(s).

(i) Name of supported organization	(ii) EIN	(iii) Type of organization (described on lines 1-9 above or IRC section (see instructions))	(iv) Is the organization in col. (i) listed in your governing document?		(v) Did you notify the organization in col. (i) of your support?		(vi) Is the organization in col. (i) organized in the U.S.?		(vii) Amount of support
			Yes	No	Yes	No	Yes	No	
(A)									
(B)									
(C)									
(D)									
(E)									
Total									

Part III

Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under

Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ▶	(a) 2006	(b) 2007	(c) 2008	(d) 2009	(e) 2010	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants")	2,429,846	2,648,377	3,236,421	2,773,644	2,629,555	13,717,843
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
3 The value of services or facilities furnished by a governmental unit to the organization without charge						
4 Total. Add lines 1 through 3	2,429,846	2,648,377	3,236,421	2,773,644	2,629,555	13,717,843
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						
6 Public support. Subtract line 5 from line 4						13,717,843

Section B. Total Support

Calendar year (or fiscal year beginning in) ▶	(a) 2006	(b) 2007	(c) 2008	(d) 2009	(e) 2010	(f) Total
7 Amounts from line 4	2,429,846	2,648,377	3,236,421	2,773,644	2,629,555	13,717,843
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources	16,981	34,315	34,423	25,826	13,749	125,294
9 Net income from unrelated business activities, whether or not the business is regularly carried on						
10 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV)	22,302	13,754	15,608	16,995	17,261	85,920
11 Total support. Add lines 7 through 10						13,929,057
12 Gross receipts from related activities, etc. (see instructions)					12	707,611
13 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here						<input type="checkbox"/>

Section C. Computation of Public Support Percentage

14 Public support percentage for 2010 (line 6, column (f) divided by line 11, column (f))	14	98.48	%
15 Public support percentage from 2009 Schedule A, Part II, line 14	15	98.52	%
16a 33 1/3% support test - 2010. If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization	▶ <input checked="" type="checkbox"/>		
b 33 1/3% support test - 2009. If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization	▶ <input type="checkbox"/>		
17a 10%-facts-and-circumstances test - 2010. If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization	▶ <input type="checkbox"/>		
b 10%-facts-and-circumstances test - 2009. If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization	▶ <input type="checkbox"/>		
18 Private foundation. If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions	▶ <input type="checkbox"/>		

Part III

Support Schedule for Organizations Described in Section 509(a)(2)

(Complete only if you checked the box on line 9 of Part I or if the organization failed to qualify under Part II

If the organization fails to qualify under the tests listed below, please complete Part II.)

Section A. Public Support

Table with 7 columns: (a) 2006, (b) 2007, (c) 2008, (d) 2009, (e) 2010, (f) Total. Rows include: 1 Gifts, grants, contributions, and membership fees received; 2 Gross receipts from admissions, merchandise sold or services performed; 3 Gross receipts from activities that are not an unrelated trade or bus under sec 513; 4 Tax revenues levied for the organization's benefit; 5 The value of services or facilities furnished by a governmental unit; 6 Total. Add lines 1 through 5; 7a Amounts included on lines 1, 2, and 3 received from disqualified persons; b Amounts included on lines 2 and 3 received from other than disqualified persons; c Add lines 7a and 7b; 8 Public support (Subtract line 7c from line 6).

Section B. Total Support

Table with 7 columns: (a) 2006, (b) 2007, (c) 2008, (d) 2009, (e) 2010, (f) Total. Rows include: 9 Amounts from line 6; 10a Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources; b Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975; c Add lines 10a and 10b; 11 Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on; 12 Other income Do not include gain or loss from the sale of capital assets (Explain in Part IV); 13 Total support. (Add lines 9, 10c, 11, and 12.)

14 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here

Section C. Computation of Public Support Percentage

Table with 3 columns: Description, Value, Percentage. Row 15: Public support percentage for 2010 (line 8, column (f) divided by line 13, column (f)) - 15 - %; Row 16: Public support percentage from 2009 Schedule A, Part III, line 15 - 16 - %

Section D. Computation of Investment Income Percentage

Table with 3 columns: Description, Value, Percentage. Row 17: Investment income percentage for 2010 (line 10c, column (f) divided by line 13, column (f)) - 17 - %; Row 18: Investment income percentage from 2009 Schedule A, Part III, line 17 - 18 - %

19a 33 1/3% support tests - 2010. If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and stop here. The organization qualifies as a publicly supported organization

b 33 1/3% support tests - 2009. If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and stop here. The organization qualifies as a publicly supported organization

20 Private Foundation: If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions

SCHEDULE D (Form 990)

Supplemental Financial Statements

OMB No 1545-0047

2010

Open to Public Inspection

Department of the Treasury Internal Revenue Service

Complete if the organization answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11, or 12.

Attach to Form 990. See separate instructions.

Name of the organization

Employer identification number

ROCKFORD RESCUE MISSION MINISTRIES

36-6132381

Part II Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

Table with 2 columns: (a) Donor advised funds, (b) Funds and other accounts. Rows include: 1 Total number at end of year, 2 Aggregate contributions to (during year), 3 Aggregate grants from (during year), 4 Aggregate value at end of year, 5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?, 6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit?

Part III Conservation Easements. Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

1 Purpose(s) of conservation easements held by the organization (check all that apply). 2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year. Table: Held at the End of the Tax Year. 3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the tax year. 4 Number of states where property subject to conservation easement is located. 5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds? 6 Staff and volunteer hours devoted to monitoring, inspecting, and enforcing conservation easements during the year. 7 Amount of expenses incurred in monitoring, inspecting, and enforcing conservation easements during the year. 8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)? 9 In Part XIV, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets. Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

1a If the organization elected, as permitted under SFAS 116 (ASC 958), not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIV, the text of the footnote to its financial statements that describes these items. b If the organization elected, as permitted under SFAS 116 (ASC 958), to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items: (i) Revenues included in Form 990, Part VIII, line 1. (ii) Assets included in Form 990, Part X. 2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 (ASC 958) relating to these items: a Revenues included in Form 990, Part VIII, line 1. b Assets included in Form 990, Part X.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

- 3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply).
a Public exhibition
b Scholarly research
c Preservation for future generations
d Loan or exchange programs
e Other
4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIV.
5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection?

Part IV Escrow and Custodial Arrangements. Complete if organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

- 1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X?
b If "Yes," explain the arrangement in Part XIV and complete the following table.
Table with columns: Amount, 1c Beginning balance, 1d Additions during the year, 1e Distributions during the year, 1f Ending balance.
2a Did the organization include an amount on Form 990, Part X, line 21?
b If "Yes," explain the arrangement in Part XIV

Part V Endowment Funds. Complete if the organization answered "Yes" to Form 990, Part IV, line 10.

Table with 6 columns: (a) Current year, (b) Prior year, (c) Two years back, (d) Three years back, (e) Four years back. Rows include: 1a Beginning of year balance, b Contributions, c Net investment earnings, gains, and losses, d Grants or scholarships, e Other expenditures for facilities and programs, f Administrative expenses, g End of year balance.

- 2 Provide the estimated percentage of the year end balance held as:
a Board designated or quasi-endowment 100.00 %
b Permanent endowment %
c Term endowment %
3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:
(i) unrelated organizations
(ii) related organizations
b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R?
4 Describe in Part XIV the intended uses of the organization's endowment funds

Part VI Land, Buildings, and Equipment. See Form 990, Part X, line 10.

Table with 5 columns: (a) Cost or other basis (investment), (b) Cost or other basis (other), (c) Accumulated depreciation, (d) Book value. Rows include: 1a Land, b Buildings, c Leasehold improvements, d Equipment, e Other, Total. Add lines 1a through 1e (Column (d) must equal Form 990, Part X, column (B), line 10(c)).

Part VII Investments - Other Securities. See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation Cost or end-of-year market value
(1) Financial derivatives		
(2) Closely-held equity interests		
(3) Other _____		
(A) _____		
(B) _____		
(C) _____		
(D) _____		
(E) _____		
(F) _____		
(G) _____		
(H) _____		
(I) _____		
Total (Column (b) must equal Form 990, Part X col (B) line 12)		

Part VIII Investments - Program Related. See Form 990, Part X, line 13.

(a) Description of investment type	(b) Book value	(c) Method of valuation Cost or end-of-year market value
(1) _____		
(2) _____		
(3) _____		
(4) _____		
(5) _____		
(6) _____		
(7) _____		
(8) _____		
(9) _____		
(10) _____		
Total (Column (b) must equal Form 990, Part X col (B) line 13)		

Part IX Other Assets. See Form 990, Part X, line 15

(a) Description	(b) Book value
(1) _____	
(2) _____	
(3) _____	
(4) _____	
(5) _____	
(6) _____	
(7) _____	
(8) _____	
(9) _____	
(10) _____	
Total. (Column (b) must equal Form 990, Part X, col (B) line 15.)	

Part X Other Liabilities. See Form 990, Part X, line 25.

1. (a) Description of liability	(b) Amount
(1) Federal income taxes	
(2) _____	
(3) _____	
(4) _____	
(5) _____	
(6) _____	
(7) _____	
(8) _____	
(9) _____	
(10) _____	
(11) _____	
Total (Column (b) must equal Form 990, Part X col (B) line 25)	

2. FIN 48 (ASC 740) Footnote In Part XIV, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740)

Part XI Reconciliation of Change in Net Assets from Form 990 to Audited Financial Statements

1	Total revenue (Form 990, Part VIII, column (A), line 12)	1	4,036,300
2	Total expenses (Form 990, Part IX, column (A), line 25)	2	3,626,508
3	Excess or (deficit) for the year. Subtract line 2 from line 1	3	409,792
4	Net unrealized gains (losses) on investments	4	
5	Donated services and use of facilities	5	
6	Investment expenses	6	
7	Prior period adjustments	7	
8	Other (Describe in Part XIV.)	8	20,200
9	Total adjustments (net). Add lines 4 through 8	9	20,200
10	Excess or (deficit) for the year per audited financial statements Combine lines 3 and 9	10	429,992

Part XII Reconciliation of Revenue per Audited Financial Statements With Revenue per Return

1	Total revenue, gains, and other support per audited financial statements	1	4,150,215
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12:		
a	Net unrealized gains on investments	2a	
b	Donated services and use of facilities	2b	59,305
c	Recoveries of prior year grants	2c	
d	Other (Describe in Part XIV.)	2d	54,610
e	Add lines 2a through 2d	2e	113,915
3	Subtract line 2e from line 1	3	4,036,300
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1:		
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIV.)	4b	
c	Add lines 4a and 4b	4c	
5	Total revenue Add lines 3 and 4c. (This must equal Form 990, Part I, line 12.)	5	4,036,300

Part XIII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

1	Total expenses and losses per audited financial statements	1	3,740,423
2	Amounts included on line 1 but not on Form 990, Part IX, line 25:		
a	Donated services and use of facilities	2a	59,305
b	Prior year adjustments	2b	
c	Other losses	2c	
d	Other (Describe in Part XIV.)	2d	54,610
e	Add lines 2a through 2d	2e	113,915
3	Subtract line 2e from line 1	3	3,626,508
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:		
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIV.)	4b	
c	Add lines 4a and 4b	4c	
5	Total expenses Add lines 3 and 4c. (This must equal Form 990, Part I, line 18.)	5	3,626,508

Part XIV Supplemental Information

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9, Part III, lines 1a and 4, Part IV, lines 1b and 2b, Part V, line 4, Part X, line 2; Part XI, line 8; Part XII, lines 2d and 4b, and Part XIII, lines 2d and 4b Also complete this part to provide any additional information.

Endowment funds intended uses (Part V, line 4)

ENDOWMENT FUNDS ARE DESIGNATED FOR FUTURE PROJECTS PER BOARD DIRECTION.

Part XIV Supplemental Information (continued)

02. Other change in net assets (Part XI, line 8)

NET ASSETS RELEASED FROM RESTRICTIONS \$12,766 INCREASE IN TEMPORARILY RESTRICTED NET

ASSETS \$7,434

03. Other revenues non included on Form 990 (Part XII, line 2d)

COST OF FUNDRAISING SPECIAL EVENTS \$54,610 WHICH WAS NETTED AGAINST REVENUE FOR FORM 990

PURPOSES, BUT NOT FOR GAAP FINANCIALS.

04. Other expenses not included on Form 990 (Part XIII, line 2d)

COST OF FUNDRAISING EVENTS \$54,610 NETTED WITH REVENUE ON FORM 990 BUT NOT ON GAAP

FINANCIAL STATEMENTS.

COST OF FUNDRAISING EVENTS \$51,091 NETTED WITH REVENUE ON FORM 990 BUT NOT ON GAAP

FINANCIAL STATEMENTS.

**SCHEDULE G
(Form 990 or 990-EZ)**

Department of the Treasury
Internal Revenue Service

**Supplemental Information Regarding
Fundraising or Gaming Activities**

Complete if the organization answered "Yes" to Form 990, Part IV, lines 17, 18, or 19, or if the organization entered more than \$15,000 on Form 990-EZ, line 6a.
▶ Attach to Form 990 or Form 990-EZ. ▶ See separate instructions.

OMB No 1545-0047



Name of the organization
ROCKFORD RESCUE MISSION MINISTRIES

Employer identification number
36-6132381

Part I Fundraising Activities. Complete if the organization answered "Yes" to Form 990, Part IV, line 17.
Form 990-EZ filers are not required to complete this part.

1 Indicate whether the organization raised funds through any of the following activities. Check all that apply.

- a Mail solicitations
- b Internet and email solicitations
- c Phone solicitations
- d In-person solicitations
- e Solicitation of non-government grants
- f Solicitation of government grants
- g Special fundraising events

2a Did the organization have a written or oral agreement with any individual (including officers, directors, trustees or key employees listed in Form 990, Part VII) or entity in connection with professional fundraising services? Yes No

b If "Yes," list the ten highest paid individuals or entities (fundraisers) pursuant to agreements under which the fundraiser is to be compensated at least \$5,000 by the organization.

(i) Name and address of individual or entity (fundraiser)	(ii) Activity	(iii) Did fundraiser have custody or control of contributions?		(iv) Gross receipts from activity	(v) Amount paid to (or retained by) fundraiser listed in col. (i)	(vi) Amount paid to (or retained by) organization
		Yes	No			
1 GATEWAY COMMUNICATIONS	PHONE SOLICITATION		X	30,158	17,224	12,934
2 ENEX GROUP	MAIL SOLICITATION		X	1,206,893	16,500	1,190,393
3						
4						
5						
6						
7						
8						
9						
10						
Total				1,237,051	33,724	1,203,327

3 List all states in which the organization is registered or licensed to solicit contributions or has been notified it is exempt from registration or licensing

Illinois, Wisconsin, Indiana, Iowa, Michigan,
Florida,

Part III

Fundraising Events. Complete if the organization answered "Yes" to Form 990, Part IV, line 18, or reported more than \$15,000 of fundraising event contributions and gross income on Form 990-EZ, lines 1 and 6b. List events with gross receipts greater than \$5,000.

R e v e n u e		(a) Event #1	(b) Event #2	(c) Other events	(d) Total events Add col (a) through col (c)
		SPECIAL EVEN (event type)	(event type)	NONE (total number)	
1	Gross receipts	224,428			224,428
2	Less: Charitable contributions				
3	Gross income (line 1 minus line 2)	224,428			224,428
D i r e c t E x p e n s e s	4	Cash prizes			
	5	Noncash prizes			
	6	Rent/facility costs			
	7	Food and beverages			
	8	Entertainment			
	9	Other direct expenses	54,610		
10	Direct expense summary Add lines 4 through 9 in column (d) ▶				(54,610)
11	Net income summary Combine line 3, column (d), and line 10 ▶				169,818

Part III

Gaming. Complete if the organization answered "Yes" to Form 990, Part IV, line 19, or reported more than \$15,000 on Form 990-EZ, line 6a.

R e v e n u e		(a) Bingo	(b) Pull tabs/instant bingo/progressive bingo	(c) Other gaming	(d) Total gaming (add col (a) through col (c))
1	Gross revenue				
D i r e c t E x p e n s e s	2	Cash prizes			
	3	Noncash prizes			
	4	Rent/facility costs			
	5	Other direct expenses			
	6	Volunteer labor	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No
7	Direct expense summary Add lines 2 through 5 in column (d) ▶				()
8	Net gaming income summary Combine line 1, column d, and line 7 ▶				

9 Enter the state(s) in which the organization operates gaming activities _____
 a Is the organization licensed to operate gaming activities in each of these states? Yes No
 b If "No," explain _____

10a Were any of the organization's gaming licenses revoked, suspended or terminated during the tax year? Yes No
 b If "Yes," explain _____

SCHEDULE I
(Form 990)

Grants and Other Assistance to Organizations, Governments, and Individuals in the United States
 Complete if the organization answered "Yes" to Form 990, Part IV, line 21 or 22.
 Attach to Form 990.

Department of the Treasury
 Internal Revenue Service

Name of the organization
ROCKFORD RESCUE MISSION MINISTRIES
 Employer identification number
36-6132381

Part I General Information on Grants and Assistance

1 Does the organization maintain records to substantiate the amount of the grants or assistance, the grantees' eligibility for the grants or assistance, and the selection criteria used to award the grants or assistance? Yes No

2 Describe in Part IV the organization's procedures for monitoring the use of grant funds in the United States. Complete if the organization answered "Yes" to Form 990, Part IV, line 21, for any recipient that received more than \$5,000. Check this box if no one recipient received more than \$5,000. Part II can be duplicated if additional space is needed

1 (e) Name and address of organization or government	(b) EIN	(c) IRC section if applicable	(d) Amount of cash grant	(e) Amount of non-cash assistance	(f) Method of valuation (book, FMV, appraisal, other)	(g) Description of non-cash assistance	(h) Purpose of grant or assistance
(1)							
(2)							
(3)							
(4)							
(5)							
(6)							
(7)							
(8)							
(9)							
(10)							
(11)							
(12)							

2 Enter total number of section 501(c)(3) and government organizations

3 Enter total number of other organizations

ROCKFORD RESCUE MISSION MINISTRIES

Part III Grants and Other Assistance to Individuals in the United States. Complete if the organization answered "Yes" to Form 990, Part IV, line 22

Part III can be duplicated if additional space is needed

(a) Type of grant or assistance	(b) Number of recipients	(c) Amount of cash grant	(d) Amount of non-cash assistance	(e) Method of valuation (book, FMV, appraisal, other)	(f) Description of non-cash assistance
1 LIFE RECOVERY PROGRAMS	218		51,708		
2 CRISIS SHELTER	1,695		34,743		
3 FEEDING PROGRAM	1,184		12,434		
4 EDUCATION PROGRAM	121		2,761		
5 1 = CASE MANAGEMENT, 2 = EDUCATION					
6 3 = RECREATION, 4 = TRANSPORTATION					
7 5 = HOUSING, & 6 = MEDICAL CARE					

Part IV Supplemental Information. Complete this part to provide the information required in Part I, line 2, and any other additional information

Monitoring procedures (Part I, line 2)

EXPENSES ARE ASSIGNED TO THE SPECIFIC SERVICES TO WHICH THEY RELATE.

**SCHEDULE M
(Form 990)**

Noncash Contributions

OMB No 1545-0047

2010

Open to Public
Inspection

Department of the Treasury
Internal Revenue Service

▶ Complete if the organizations answered "Yes" on Form
990, Part IV, lines 29 or 30.

▶ Attach to Form 990.

Name of the organization

ROCKFORD RESCUE MISSION MINISTRIES

Employer identification number

36-6132381

Part I Types of Property

	(a) Check if applicable	(b) Number of contributions or items contributed	(c) Noncash contribution amounts reported on Form 990, Part VIII, line 1g	(d) Method of determining noncash contribution amounts
1 Art-Works of art				
2 Art-Historical treasures				
3 Art-Fractional interests				
4 Books and publications				
5 Clothing and household goods	X		500,052	THRIFT SHOP VALUE
6 Cars and other vehicles				
7 Boats and planes				
8 Intellectual property				
9 Securities-Publicly traded				
10 Securities-Closely held stock				
11 Securities-Partnership, LLC, or trust interests				
12 Securities-Miscellaneous				
13 Qualified conservation contribution - Historic structures				
14 Qualified conservation contribution - Other				
15 Real estate-Residential				
16 Real estate-Commercial				
17 Real estate-Other				
18 Collectibles				
19 Food inventory				
20 Drugs and medical supplies				
21 Taxidermy				
22 Historical artifacts				
23 Scientific specimens				
24 Archeological artifacts				
25 Other ▶ ()				
26 Other ▶ ()				
27 Other ▶ ()				
28 Other ▶ ()				

29 Number of Forms 8283 received by the organization during the tax year for contributions for which the organization completed Form 8283, Part IV, Donee Acknowledgement 29

	Yes	No
30a During the year, did the organization receive by contribution any property reported in Part I, lines 1-28 that it must hold for at least three years from the date of the initial contribution, and which is not required to be used for exempt purposes for the entire holding period?		X
b If "Yes," describe the arrangement in Part II.		
31 Does the organization have a gift acceptance policy that requires the review of any non-standard contributions?	X	
32a Does the organization hire or use third parties or related organizations to solicit, process, or sell noncash contributions?		X
b If "Yes," describe in Part II		
33 If the organization did not report an amount in column (c) for a type of property for which column (a) is checked, describe in Part II		

SCHEDULE O
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service
Name of the organization

Supplemental Information to Form 990 or 990-EZ

Complete to provide information for responses to specific questions on
Form 990 or 990-EZ or to provide any additional information.

▶ Attach to Form 990 or 990-EZ.

OMB No 1545-0047

2010

**Open to Public
Inspection**

Employer identification number

ROCKFORD RESCUE MISSION MINISTRIES

36-6132381

01. Officer, directors, etc. family relationship (Part VI, line 2)

**SOME OFFICERS AND DIRECTORS MAY ENGAGE IN BUSINESS TRANSACTIONS WITH OTHER OFFICERS OR
DIRECTORS OUTSIDE OF THEIR ROLE AT THE ORGANIZATION.**

02. Form 990 governing body review (Part VI, line 11)

**ALL MEMBERS OF THE BOARD OF DIRECTORS ARE PROVIDED WITH A COPY OF THE FORM 990 FOR REVIEW
AND APPROVAL BEFORE IT IS FILED.**

03. Conflict of interest policy compliance (Part VI, line 12c)

**THE BOARD OF DIRECTORS SIGNS A CONFLICT OF INTEREST POLICY ANNUALLY. THE BOARD HAS
ESTABLISHED CLEAR GUIDELINES TO FOLLOW SHOULD A CONFLICT OF INTEREST ARISE.**

04. CEO, executive director, top management comp (Part VI, line 15a)

**THE BOARD OF DIRECTORS REVIEWS COMPARATIVE WAGE INFORMATION TO DETERMINE THE EXECUTIVE
DIRECTOR'S COMPENSATION YEARLY.**

05. Other officer or key employee compensation (Part VI, line 15b)

**THE BOARD PERSONNEL COMMITTEE REVIEWS AND RECOMMENDS TO THE FULL BOARD OF DIRECTORS KEY
PERSONNEL SALARIES BASED ON BOARD APPROVED COMPENSATION CHARTS YEARLY.**

06. Governing documents, etc, available to public (Part VI, line 19)

**FORM 990 AND AUDITED FINANCIAL STATEMENTS ARE AVAILABLE FOR PUBLIC INSPECTION UPON
REQUEST.**

07. Explanation of other changes in net assets or fund balances (Part XI, line 5)

**NET ASSETS RELEASED FROM RESTRICTIONS \$12,766; INCREASE IN TEMPORARILY RESTRICTED NET
For Paperwork Reduction Act Notice, see the Instructions for Form 990 or 990-EZ.**

EEA

Schedule O (Form 990 or 990-EZ) (2010)

Name of the organization

Employer identification number

ROCKFORD RESCUE MISSION MINISTRIES

36-6132381

ASSETS \$7,434

08. General explanation attachment

THE BOARD ELECTED IN 2011 AND 2010 TO RESERVE \$915,476 AND \$871,453, RESPECTIVELY, IN CASH TO COVER THREE MONTHS OF BUDGETED CASH OPERATING EXPENSES FOR EMERGENCY PURPOSES. THE CASH RESERVE WILL ALLOW THE MISSION TO CONTINUE OPERATING FOR A MINIMUM OF THREE MONTHS IF A DISASTER WERE TO OCCUR OR IF A MAJOR LONG-TERM UNFORESEEN RECESSION OR NEGATIVE REVENUE OR EXPENSE TREND WERE TO BE INCURRED.

Federal Supporting Statements

2010 PG01

Name(s) as shown on return

FEIN

ROCKFORD RESCUE MISSION MINISTRIES

36-6132381

**FORM 990, SCHEDULE D, PART VI, LINE 1E
INVESTMENTS - OTHER**

STATEMENT #D1E

DESCRIPTION OF INVESTMENT	COST/BASIS (INVESTMENT)	COST/BASIS (OTHER)	DEPR	BOOK VALUE
LAND, BLDGS, EQUIP	6,917,305	0	2,315,716	4,601,589
TOTAL	<u>6,917,305</u>	<u>0</u>	<u>2,315,716</u>	<u>4,601,589</u>

ROCKFORD RESCUE MISSION MINISTRIES

36-6132381

FORM 990 2010-11

OTHER EXPENSES

STATEMENT 3

<u>DESCRIPTION</u>	(A) <u>TOTAL</u>	(B) <u>PROGRAM SERVICES</u>	(C.) <u>MANAGEMENT AND GENERAL</u>	(D) <u>FUNDRAISING</u>
BUILDING MAINT	76,016	73,057	1,894	1,065
FUTURE EXPANSION EXPENSES	31,719	31,719		
EQUIPMENT REPAIRS	4,394	4,119	31	244
DONATED FOOD, CLOTHES HOUSEWARES	403,361	403,361		
EDUCATION/AWARENESS	5,669	3,888	1,127	654
POSTAGE	55,027	362	907	53,758
TELEPHONE EXPENSE	14,995	11,526	2,224	1,245
SMALL EQUIPMENT	4,278	4,081	197	0
MISCELLANEOUS	700	584	116	0
OTHER EMPLOYEE EXP	5,961	0	5,961	0
PROMOTION, PUBLICATIONS	108,509	11,224	806	96,479
R/E TAXES	192	0	192	0
VEHICLE OPERATIONS	17,058	16,216	125	717
VOLUNTEER OPERATIONS	<u>2,998</u>	<u>2,998</u>	<u>0</u>	<u>0</u>
 TOTAL TO FM 990, PART IX, LN 24a	 <u>730,877</u>	 <u>563,135</u>	 <u>13,580</u>	 <u>154,162</u>

ROCKFORD RESCUE MISSION MINISTRIES

36-6132381

FORM 990 2010-11

MISSION MART THRIFT STORES

STATEMENT 4

<u>DESCRIPTION</u>	(A) <u>TOTAL</u>	(B) <u>PROGRAM SERVICES</u>	(C) <u>MANAGEMENT AND GENERAL</u>	(D) <u>FUNDRAISING</u>
ADVERTISING	4,305	4,305		
BUILDING MAINTENANCE & SUPPLIES	10,144	10,144		
BUILDING INSURANCE	689	689		
BUILDING RENTAL	112,800	112,800		
DEPRECIATION	13,491	13,491		
EDUCATION	539	539		
EQUIPMENT REPAIRS	658	658		
HEALTH, DISABILITY, & FLEX INS.	21,411	21,411		
LIABILITY & OTHER INSURANCE	3,441	3,441		
OFFICE SUPPLIES & SERVICES	653	653		
PAYROLL TAXES	24,428	24,428		
POSTAGE	14	14		
PROFESSIONAL FEES	289	289		
PURCHASED ITEMS FOR RESALE	31,474	31,474		
SALARIES & WAGES	243,435	243,435		
SMALL EQUIPMENT PURCHASES	2,085	2,085		
RETAIL SUPPLIES	2,965	2,965		
OTHER SUPPLIES	15,262	15,262		
TELEPHONE	2,589	2,589		
UTILITIES	55,003	55,003		
VEHICLE INSURANCE	1,696	1,696		
VEHICLE OPERATION	7,490	7,490		
MISCELLANEOUS	2,907	2,907		
WORKER'S COMPENSATION INS.	7,344	7,344		
TOTAL TO FM 990, PART IX, LN 24	565,112	565,112	0	0

ROCKFORD RESCUE MISSION MINISTRIES

36-6132381

Form 990 - 2010-11

PART III #1

STATEMENT 8

STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS

BOARD APPROVED MISSION STATEMENT

ROCKFORD RESCUE MISSION SHARES HOPE AND HELP IN JESUS' NAME TO MOVE PEOPLE FROM HOMELESSNESS AND DESPAIR TOWARD PERSONAL AND SPIRITUAL WHOLENESS.

ROCKFORD RESCUE MISSION MINISTRIES
Rockford, Illinois

FINANCIAL STATEMENTS
September 30, 2011 and 2010

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ROCKFORD RESCUE MISSION MINISTRIES
STATEMENTS OF FINANCIAL POSITION
September 30, 2011 and 2010

ASSETS

	<u>2011</u>	<u>2010</u>
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,002,624	\$ 689,114
Board designated accounts	985,075	938,059
Accounts receivable	16,890	10,418
Pledges receivable	2,750	10,176
Bequest receivable	9,000	10,000
Inventories	261,489	228,642
Prepaid expenses	<u>58,776</u>	<u>36,156</u>
Total current assets	<u>2,336,604</u>	<u>1,922,565</u>
PROPERTY, PLANT AND EQUIPMENT, less accumulated depreciation		
	<u>4,601,849</u>	<u>4,601,589</u>
OTHER ASSETS		
Gift cards	2,960	303
Deposits	<u>6,801</u>	<u>6,801</u>
Total other assets	<u>9,761</u>	<u>7,104</u>
TOTAL ASSETS	<u><u>\$ 6,948,214</u></u>	<u><u>\$ 6,531,258</u></u>

LIABILITIES AND NET ASSETS

	<u>2011</u>	<u>2010</u>
CURRENT LIABILITIES		
Accounts payable	\$ 42,262	\$ 22,691
Accrued payroll	91,807	120,647
Other accrued expenses	<u>12,961</u>	<u>16,728</u>
Total current liabilities	<u>147,030</u>	<u>160,066</u>
 NET ASSETS		
Unrestricted		
Board designated	985,075	938,059
Undesignated	5,781,755	5,406,213
Temporarily restricted	<u>34,354</u>	<u>26,920</u>
Total net assets	<u>6,801,184</u>	<u>6,371,192</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 6,948,214</u>	 <u>\$ 6,531,258</u>

The accompanying notes are an integral part of the financial statements.

ROCKFORD RESCUE MISSION MINISTRIES
STATEMENTS OF ACTIVITIES
Years Ended September 30, 2011 and 2010

	<u>2011</u>	<u>2010</u>
UNRESTRICTED NET ASSETS		
Support and revenue:		
Public support	\$ 2,853,983	\$ 2,604,832
In-kind contributions	500,052	299,299
Sales from resale shops	584,992	540,208
Sales of bulk clothing and recycled materials	89,021	77,082
Café sales	91,157	90,321
Interest income	13,749	25,826
Vending	10,770	10,868
Other revenue	<u>6,491</u>	<u>6,127</u>
 Total support and revenue	 <u>4,150,215</u>	 <u>3,654,563</u>
 Expenses:		
Program services	2,972,559	2,790,204
Supporting services		
Management and general	234,815	244,731
Fundraising	<u>533,049</u>	<u>530,914</u>
 Total supporting services	 <u>767,864</u>	 <u>775,645</u>
 Total expenses	 <u>3,740,423</u>	 <u>3,565,849</u>
 Net assets released from restrictions through use	 <u>12,766</u>	 <u>27,654</u>
 INCREASE IN UNRESTRICTED NET ASSETS	 <u>422,558</u>	 <u>116,368</u>
TEMPORARILY RESTRICTED NET ASSETS		
Public support	20,200	37,821
Net assets released from restrictions	<u>(12,766)</u>	<u>(27,654)</u>
 INCREASE IN TEMPORARILY RESTRICTED NET ASSETS	 <u>7,434</u>	 <u>10,167</u>
 INCREASE IN NET ASSETS	 429,992	 126,535
 NET ASSETS, BEGINNING OF YEAR	 <u>6,371,192</u>	 <u>6,244,657</u>
 NET ASSETS, END OF YEAR	 <u>\$ 6,801,184</u>	 <u>\$ 6,371,192</u>

The accompanying notes are an integral part of the financial statements

ROCKFORD RESCUE MISSION MINISTRIES
STATEMENTS OF CASH FLOWS
September 30, 2011 and 2010

	<u>2011</u>	<u>2010</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 429,992	\$ 126,535
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation including resale shops' depreciation of \$13,491 and \$12,189, respectively	188,932	181,741
Loss on disposal of property, plant and equipment	401	-
Effects of changes in operating assets and liabilities:		
Accounts, pledges and bequest receivables	1,954	(14,097)
Inventories	(32,847)	25,004
Prepaid expenses	(22,620)	10,531
Other assets	(2,657)	5,422
Accounts payable	19,571	(34,275)
Accrued payroll	(28,840)	18,853
Other accrued expenses	(3,767)	6,005
Deferred compensation	-	(219,159)
	550,119	106,560
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant, and equipment	(189,593)	(85,571)
Funds transferred to Board designated account	(47,016)	(20,013)
	(236,609)	(105,584)
NET INCREASE IN CASH	313,510	976
CASH, BEGINNING OF YEAR	689,114	688,138
CASH, END OF YEAR	<u>\$ 1,002,624</u>	<u>\$ 689,114</u>

The accompanying notes are an integral part of the financial statements

**ROCKFORD RESCUE MISSION MINISTRIES
STATEMENTS OF FUNCTIONAL EXPENSES
Years Ended September 30, 2011 and 2010**

	<u>Program Services</u>	<u>Management and General</u>	<u>Fund- raising</u>	<u>2011 Total</u>
FUNCTIONAL EXPENSES				
Benefits administration	\$ -	\$ 3,579	\$ -	\$ 3,579
Building maintenance and supplies	73,057	1,894	1,065	76,016
Building insurance	7,998	263	118	8,379
Building rental	30,612	-	-	30,612
Client assistance, including supplies	101,646	-	-	101,646
Depreciation	161,935	13,506	-	175,441
Direct mail	-	-	141,362	141,362
Donated food	403,361	-	-	403,361
Donated professional services	25,081	24,100	8,908	58,089
Education	3,888	1,127	654	5,669
Employee and board activities	-	5,961	-	5,961
Equipment repairs	4,119	31	244	4,394
Future expansion expenses	31,719	-	-	31,719
Health insurance	122,060	12,427	9,554	144,041
Interest	-	-	-	-
Liability insurance	13,178	5,343	1,356	19,877
Life insurance	3,077	222	242	3,541
Office supplies and services	5,455	6,564	2,025	14,044
Other promotional activities	11,224	806	95,939	107,969
Payroll taxes	86,084	8,179	8,807	103,070
Postage	362	907	53,758	55,027
Professional fees	4,650	25,083	24,775	54,508
Real estate taxes	-	192	-	192
Resale store expenses	567,537	-	-	567,537
Retirement	4,328	2,779	1,522	8,629
Salaries and wages	1,109,873	111,212	119,333	1,340,418
Small equipment purchases	4,081	197	-	4,278
Special events	-	-	55,150	55,150
Telephone	11,526	2,224	1,245	14,995
Utilities	136,413	5,060	2,015	143,488
Vehicle insurance	3,916	78	1,207	5,201
Vehicle operation	16,216	125	717	17,058
Volunteer operations	2,998	-	-	2,998
Workers' compensation insurance	25,581	2,840	3,053	31,474
Deferred compensation expense	-	-	-	-
Miscellaneous	584	116	-	700
TOTAL FUNCTIONAL EXPENSES	\$ 2,972,559	\$ 234,815	\$ 533,049	\$ 3,740,423
Percentage of total expenses	79.47%	6.28%	14.25%	100.00%

	<u>Program Services</u>	<u>Management and General</u>	<u>Fund- raising</u>	<u>2010 Total</u>
FUNCTIONAL EXPENSES				
Benefits administration	\$ -	\$ -	\$ -	\$ -
Building maintenance and supplies	64,237	1,595	737	66,569
Building insurance	4,222	139	62	4,423
Building rental	30,612	-	-	30,612
Client assistance, including supplies	121,964	1,139	-	123,103
Depreciation	160,090	9,462	-	169,552
Direct mail	-	-	111,256	111,256
Donated food	247,348	-	-	247,348
Donated professional services	28,127	24,465	3,725	56,317
Education	8,194	2,171	1,358	11,723
Employee and board activities	-	6,000	-	6,000
Equipment repairs	4,655	1	-	4,656
Health insurance	119,360	9,053	9,211	137,624
Interest	-	5,636	-	5,636
Liability insurance	11,951	3,585	1,230	16,766
Life insurance	3,039	459	348	3,846
Office supplies and services	7,985	6,218	6,501	20,704
Other promotional activities	8,390	974	83,101	92,465
Payroll taxes	94,531	10,222	10,268	115,021
Postage	338	895	71,868	73,101
Professional fees	4,187	5,611	18,134	27,932
Real estate taxes	-	164	-	164
Resale store expenses	577,576	-	-	577,576
Retirement	4,641	2,445	1,761	8,847
Salaries and wages	1,269,015	140,607	147,520	1,557,142
Small equipment purchases	5,834	244	144	6,222
Special events	-	-	51,747	51,747
Telephone	12,522	1,499	1,499	15,520
Utilities	138,377	5,236	2,143	145,756
Vehicle insurance	3,646	71	1,123	4,840
Vehicle operation	6,639	1,512	1,939	10,090
Volunteer operations	3,008	-	-	3,008
Workers' compensation insurance	45,042	5,226	5,227	55,495
Deferred compensation expense	(195,420)	-	-	(195,420)
Miscellaneous	94	102	12	208
TOTAL FUNCTIONAL EXPENSES	\$ 2,790,204	\$ 244,731	\$ 530,914	\$ 3,565,849
Percentage of total expenses	78.25%	6.86%	14.89%	100.00%

The accompanying notes are an integral part of the financial statements.

ROCKFORD RESCUE MISSION MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2011 and 2010

NOTE 1 – NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Rockford Rescue Mission Ministries (the Mission) was organized as a not-for-profit corporation in 1964 under the laws of the State of Illinois. The Mission's purpose is to conduct an interdenominational mission to aid, assist, and care for men, women, and children by furnishing a temporary home and job placement and contributions to the uplift of such persons by providing to anyone in need with meals, lodging, clothing, home furnishings, individual and family counseling, education, and advocacy.

The Mission operates two resale shops in Rockford doing business as "Mission Mart".

The Mission operates a café in Rockford doing business as "Restoration Café".

Use of Estimates in Preparing Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the 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. Actual results could differ from those estimates.

Promises to Give

Unconditional contributions from individuals are recognized when received, except in the case of a bequest, when the contribution is recognized at the time of legal notification. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions are met in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction is met, temporarily restricted net assets are reclassified to unrestricted net assets.

Unconditional contributions from companies or organizations are recognized when the pledge is made to the Mission. The same policies are followed for unrestricted and restricted contributions as above.

Cash and Cash Equivalents

The Mission considers depository accounts with an original maturity of twelve months or less to be cash and cash equivalents. The Mission has funds on deposit with several banks which exceed the federal depository insurance limit as of September 30, 2011 and 2010. Management believes that the credit risk related to these balances is minimal.

ROCKFORD RESCUE MISSION MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2011 and 2010

**NOTE 1 – NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES (CONTINUED)**

Board Designated Accounts

The Board elected in 2011 and 2010 to reserve \$915,476 and \$871,453, respectively, in cash to cover three months of budgeted cash operating expenses in a Board designated account for emergency purposes. The cash reserve will allow the Mission to continue operating for a minimum of three months if a disaster were to occur or if a major long-term unforeseen recession or negative revenue or expense trend were to be incurred.

The Board elected to reserve cash for an endowment fund or foundation with cash balances of \$69,599 and \$66,606 as of September 30, 2011 and 2010, respectively.

Donated Inventory and Other Assets

Donated inventory of food, property, plant, equipment, and other assets are recognized as support at their estimated fair market values on the date they are received. Donated clothing and housewares sold through the Mission Mart's resale shops are recognized as sales, and are not recorded in inventory, except as an adjustment at year end. Net increases in donated clothing and housewares at the retail stores are recognized as unrestricted support at year end. Net decreases are recognized as adjustments to decrease sales from the Mission Mart's resale shops. Donated clothing and housewares given to clients are recognized at estimated fair market value at the time of transfer.

Donated Services

The Mission uses the services of a number of volunteers to assist its staff. No amounts have been reflected in the financial statements for these donated services, as no objective basis is available to measure the value of such services. Such amounts would have no net effect on the statements of activities.

Donated professional service fees are recorded as unrestricted support at the time the services are rendered at their estimated fair market value.

ROCKFORD RESCUE MISSION MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2011 and 2010

NOTE 1 – NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property, Plant, and Equipment

Expenditures for acquisition of property and equipment in excess of \$5,000 and \$2,000, respectively, are capitalized at cost or estimated value at time of donation. Depreciation is determined by the straight-line method, over the following estimated lives:

	<u>Years</u>
Buildings and improvements	5 – 40
Parking lots	15
Kitchen equipment	7 – 20
Program furnishings and equipment	5 – 10
Vehicles	3 – 5
Musical instruments and sound equipment	5 – 10
Office equipment	5 – 10
Tools and equipment	5 – 10
Computer equipment	3 – 5
Store fixtures and equipment	5 – 10

Impairment of Long-Lived Assets

The Organization reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or the fair value less costs to sell.

Unrestricted Net Assets

Unrestricted net assets includes all net assets which are neither temporarily nor permanently restricted.

Temporarily Restricted Net Assets

Temporarily restricted net assets includes contributed net assets for which donor-imposed time and purpose restrictions have not been met and the ultimate purpose of the contribution is not permanently restricted.

ROCKFORD RESCUE MISSION MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2011 and 2010

NOTE 1 – NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Permanently Restricted Net Assets

Permanently restricted net assets includes contributed net assets which require, by donor restriction, that the corpus be invested in perpetuity and only the income be made available for program operations.

Income Taxes

The Internal Revenue Service has determined that the Mission qualifies for exemption from federal income tax under Internal Revenue Code Section 501(c)(3) as other than a private foundation. Accordingly, no income tax has been recorded in the financial statements.

The Organization's federal Exempt Organization Business Income Tax Returns (Form 990) for 2007, 2008, and 2009 are subject to examination by the IRS, generally for three years after they were filed.

Reclassifications

Certain reclassifications have been made to 2010 balances to be consistent with the 2011 presentation.

NOTE 2 – RELATED PARTY TRANSACTIONS

Two relatives of the executive director provided employment services to the Mission during the years ended September 30, 2011 and 2010, in the amount of \$27,105 and \$16,752, respectively.

NOTE 3 – INVENTORIES

Inventories at September 30, 2011 and 2010, consist of the following:

	<u>2011</u>	<u>2010</u>
Donated food and supplies	\$ 99,536	\$ 58,221
Vocational training food and supplies	6,676	6,388
Donated clothing and housewares, intended for resale	151,194	159,950
Music and books	<u>4,083</u>	<u>4,083</u>
Total inventories	<u>\$ 261,489</u>	<u>\$ 228,642</u>

NOTE 4 – PLEDGES RECEIVABLE

The Mission received a pledge from a local company for \$5,000 to be received in \$1,000 payments annually over a five-year period, beginning in October 2008.

ROCKFORD RESCUE MISSION MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2011 and 2010

NOTE 4 – PLEDGES RECEIVABLE (CONTINUED)

The Mission received a \$3,000 pledge from a local church in fiscal year 2010.

The Mission received a \$5,425 pledge from an individual in fiscal year 2010, which was paid from stock that the individual sold. The pledge was received in October 2010.

The receivable balances of the pledges were \$2,750 and \$10,176 at September 30, 2011 and 2010, respectively.

NOTE 5 – PROPERTY, PLANT AND EQUIPMENT

Property, plant, and equipment consist of the following at September 30:

	<u>2011</u>	<u>2010</u>
Land	\$ 551,130	\$ 539,507
Building and improvements	5,617,908	5,503,496
Parking lots	16,049	16,049
Kitchen equipment	105,186	105,186
Program furnishing and equipment	286,690	279,910
Vehicles	94,345	94,345
Musical instruments and sound equipment	9,631	13,675
Office equipment	91,292	91,292
Tools and equipment	51,743	44,474
Computer equipment	133,258	121,505
Store fixtures and equipment	103,707	103,707
Projects in process	<u>41,914</u>	<u>4,159</u>
Total property, plant, and equipment	7,102,853	6,917,305
Accumulated depreciation	<u>(2,501,004)</u>	<u>(2,315,716)</u>
Property, plant, and equipment, net	<u>\$ 4,601,849</u>	<u>\$ 4,601,589</u>

NOTE 6 – LINE OF CREDIT

At September 30, 2011 and 2010, the Mission had an unused line-of-credit for \$1,000,000 with a bank. The interest rate at September 30, 2011 and 2010, was 4.50%. The agreement will expire March 6, 2012. The line is secured by promises to give and property, plant, and equipment.

NOTE 7 – COMMITMENTS

The Mission leases rental space for its Rockford Southgate store and its Women's Crisis Center. The Southgate lease was renewed in August 2011, and expires in August 2012. The lease for the

ROCKFORD RESCUE MISSION MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2011 and 2010

NOTE 7 – COMMITMENTS (CONTINUED)

expansion of the Southgate store expired in August 2011 and was not renewed. The Women's Center lease was renewed in July 2011 and expires in July 2012. Minimum rental commitments are \$82,925 for the year ended September 30, 2012. Rent expense for the years ended September 30, 2011 and 2010, was \$143,412.

NOTE 8 – RETIREMENT PLAN

The Mission has a qualified retirement plan under section 403(b) of the Internal Revenue Code, whereby employees may make voluntary contributions. The plan allows the Mission to make discretionary contributions. The Mission made discretionary contributions of \$9,193 and \$9,383 during the years ended September 30, 2011 and 2010, respectively.

NOTE 9 – DEFERRED COMPENSATION

Deferred compensation represented the present value of compensation granted to a Co-founder during 2008 for prior service. Such compensation represented payments of \$32,500 annually for the life of the employee. The present value was determined at an annual rate of 3% using published life expectancy tables. Payments ceased when the Co-founder passed away in August 2010. The remaining liability was written off at that time.

NOTE 10 – SUPPLEMENTAL CASH FLOW INFORMATION

Cash paid for interest expense was \$0 and \$5,636 for the years ended September 30, 2011 and 2010, respectively.

NOTE 11 – RESTRICTED NET ASSETS

Temporarily restricted net assets consist of the following at September 30:

	<u>2011</u>	<u>2010</u>
Capital Campaign	\$ 20,000	\$ -
Programs	14,354	14,405
County of Winnebago grant for case worker	<u>-</u>	<u>12,515</u>
Total temporarily restricted net assets	<u>\$ 34,354</u>	<u>\$ 26,920</u>

**ROCKFORD RESCUE MISSION MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2011 and 2010**

NOTE 12 – SUBSEQUENT EVENTS

Management evaluated subsequent events through December 13, 2011, the date the financial statements were available to be issued.

This information is an integral part of the accompanying financial statements.

SUPPLEMENTAL INFORMATION

**ROCKFORD RESCUE MISSION MINISTRIES
SCHEDULES OF RESALE STORE EXPENSES
Years Ended September 30, 2011 and 2010**

	<u>2011</u>	<u>2010</u>
RESALE STORE EXPENSES		
Advertising	\$ 4,305	\$ 2,285
Building maintenance and supplies	10,144	11,832
Building insurance	689	364
Building rental	112,800	112,800
Depreciation	13,491	12,189
Donated professional services	1,216	880
Education	539	407
Equipment repairs	658	2,231
Health insurance	21,411	20,848
Liability insurance	3,441	3,129
Life insurance	645	720
Office supplies and services	653	938
Payroll taxes	24,428	19,945
Postage	14	61
Professional fees	289	-
Purchased items for resale	31,474	23,335
Retirement	564	536
Salaries and wages	243,435	271,055
Small equipment purchases	2,085	341
Retail supplies	2,965	4,811
Other supplies	15,262	12,367
Telephone	2,589	2,166
Utilities	55,003	53,796
Vehicle insurance	1,696	1,600
Vehicle operation	7,490	4,814
Workers' compensation insurance	7,344	12,272
Miscellaneous	2,907	1,854
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TOTAL RESALE STORE EXPENSES	\$ 567,537	\$ 577,576