

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)

2011

Open to Public Inspection

Department of the Treasury Internal Revenue Service

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

A For the 2011 calendar year, or tax year beginning 10-01, 2011, and ending 09-30, 20 12

B Check if applicable: Address change, Name change, Initial return, Terminated, Amended return, Application pending. C Name of organization: ROCKFORD RESCUE MISSION MINISTRIES. D Employer identification no: 36-6132381. E Telephone number: (815) 965-5332. F Name and address of principal officer: STAN VALIULIS. H(a) Is this a group return for affiliates? H(b) Are all affiliates included? H(c) Group exemption number. I Tax-exempt status. J Website: WWW.ROCKFORDRESCUEMISSION.ORG. K Form of organization. L Year of formation. M State of legal domicile.

Part I Summary

Table with 22 rows and 4 columns. Row 1: Briefly describe the organization's mission... HOMELESS SHELTER, FEEDING PROGRAM, CASE MANAGEMENT, AND LIFE RECOVERY PROGRAM... Row 2: Check this box if the organization discontinued its operations... Row 3-7: Voting members, independent voting members, employees, volunteers, revenue, and taxable income. Row 8-19: Revenue and expense breakdown with Prior Year and Current Year columns. Row 20-22: Net assets and fund balances with Beginning and End of Year columns.

Part II Signature Block

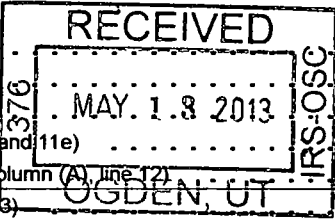
Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here: Signature of officer (Stan Valiulis), Date (5/31/2013), Type or print name and title (STAN VALIULIS, CHAIRMAN OF THE BOARD).

Paid Preparer Use Only: Preparer's name (Rockford Rescue Ministries), Date (04-18-2013), Firm's EIN, Firm's address (P O BOX 1958, Rockford IL 61110), Phone no (000-000-0000).

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

SCANNED JUN 03 2013



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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 8 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 organization's program service accomplishments for each of its three largest program services, as measured 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 \$ 497,525 including grants of \$ _____) (Revenue \$ 634,056)
MISSION MART THRIFT STORES

4b (Code _____) (Expenses \$ 2,707,037 including grants of \$ _____) (Revenue \$ 2,735,212)
SEE STATEMENT, QUESTION 1

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 ► 3,204,562

Part IV Checklist of Required Schedules

	Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? If "Yes," complete Schedule A	X	
2 Is the organization required to complete Schedule B, Schedule of Contributors? (see instructions)?	X	
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? If "Yes," complete Schedule C, Part I		X
4 Section 501(c)(3) organizations. Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? If "Yes," complete Schedule C, Part II		X
5 Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? If "Yes," complete Schedule C, Part III		
6 Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? If "Yes," complete Schedule D, Part I		X
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? If "Yes," complete Schedule D, Part II		X
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? If "Yes," complete Schedule D, Part III		X
9 Did the organization report an amount in Part X, line 21; serve as a custodian for amounts not listed in Part X, or provide credit counseling, debt management, credit repair, or debt negotiation services? If "Yes," complete Schedule D, Part IV		X
10 Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? If "Yes," complete Schedule D, Part V	X	
11 If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable		
a Did the organization report an amount for land, buildings, and equipment in Part X, line 10? If "Yes," complete Schedule D, Part VI	X	
b Did the organization report an amount for investments - other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VII		X
c Did the organization report an amount for investments - program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VIII		X
d Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part IX		X
e Did the organization report an amount for other liabilities in Part X, line 25? If "Yes," complete Schedule D, Part X		X
f Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? If "Yes," complete Schedule D, Part X		X
12a Did the organization obtain separate, independent audited financial statements for the tax year? If "Yes," complete Schedule D, Parts XI, XII, and XIII	X	
b Was the organization included in consolidated, independent audited financial statements for the tax year? If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI, XII, and XIII is optional		X
13 Is the organization a school described in section 170(b)(1)(A)(ii)? If "Yes," complete Schedule E		X
14a Did the organization maintain an office, employees, or agents outside of the United States?		X
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? If "Yes," complete Schedule F, Parts I and IV		X
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? If "Yes," complete Schedule F, Parts II and IV		X
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? If "Yes," complete Schedule F, Parts III and IV		X
17 Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? If "Yes," complete Schedule G, Part I (see instructions)	X	
18 Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? If "Yes," complete Schedule G, Part II	X	
19 Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? If "Yes," complete Schedule G, Part III		X
20a Did the organization operate one or more hospital facilities? If "Yes," complete Schedule H		X
b If "Yes" to line 20a, did the organization attach its audited financial statements to this return?		

Part IV Checklist of Required Schedules (continued)

		Yes	No
21	Did the organization report more than \$5,000 of grants and other assistance to any government or organization in the United States on Part IX, column (A), line 1? If "Yes," complete Schedule I, Parts I and II		X
22	Did the organization report more than \$5,000 of grants and other assistance to individuals in the United States on Part IX, column (A), line 2? If "Yes," complete Schedule I, Parts I and III	X	
23	Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? If "Yes," complete Schedule J		X
24a	Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25		X
b	Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		
c	Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
d	Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?		
25a	Section 501(c)(3) and 501(c)(4) organizations. Did the organization engage in an excess benefit transaction with a disqualified person during the year? If "Yes," complete Schedule L, Part I		X
b	Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? If "Yes," complete Schedule L, Part I		X
26	Was a loan to or by a current or former officer, director, trustee, key employee, highly compensated employee, or disqualified person outstanding as of the end of the organization's tax year? If "Yes," complete Schedule L, Part II		X
27	Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? If "Yes," complete Schedule L, Part III		X
28	Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions)		
a	A current or former officer, director, trustee, or key employee? If "Yes," complete Schedule L, Part IV		X
b	A family member of a current or former officer, director, trustee, or key employee? If "Yes," complete Schedule L, Part IV		X
c	An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? If "Yes," complete Schedule L, Part IV		X
29	Did the organization receive more than \$25,000 in non-cash contributions? If "Yes," complete Schedule M	X	
30	Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? If "Yes," complete Schedule M		X
31	Did the organization liquidate, terminate, or dissolve and cease operations? If "Yes," complete Schedule N, Part I		X
32	Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? If "Yes," complete Schedule N, Part II		X
33	Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Schedule R, Part I		X
34	Was the organization related to any tax-exempt or taxable entity? If "Yes," complete Schedule R, Parts II, III, IV, and V, line 1		X
35a	Did the organization have a controlled entity within the meaning of section 512(b)(13)?		X
b	Did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Schedule R, Part V, line 2		X
36	Section 501(c)(3) organizations. Did the organization make any transfers to an exempt non-charitable related organization? If "Yes," complete Schedule R, Part V, line 2		X
37	Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? If "Yes," complete Schedule R, Part VI		X
38	Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11 and 19? Note. All Form 990 filers are required to complete Schedule O	X	

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-1b, 2a-2b, 3a-3b, 4a-4b, 5a-5c, 6a-6b, 7a-7h, 8, 9a-9b, 10a-10b, 11a-11b, 12a-12b, 13a-13c, 14a-14b.

Part VI 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 Did the organization have members or stockholders?; 7a Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body?; 7b Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body?; 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 Did the organization have local chapters, branches, or affiliates?; 10b If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?; 11a Has the organization provided a complete 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 Did the organization have a written conflict of interest policy? If "No," go to line 13; 12b Were officers, directors or trustees, and key employees required to disclose annually interests that could give rise to conflicts?; 12c Did the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this was done; 13 Did the organization have a written whistleblower policy?; 14 Did 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," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take 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 (Section 501(c)(3)s only) available for public inspection. Indicate how you make these available. Check all that apply
Own website Another's website 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 during the tax year
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 organization 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 (do not check more than one box, unless person is both an officer and a director/trustee)							(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				
(1) DAVID DAVITT BOARD DIRECTOR		X							0	0	0
(2) GLENN MILLER BOARD DIRECTOR		X							0	0	0
(3) LAURA ORTIZ BOARD DIRECTOR		X							0	0	0
(4) SHAWN ROONEY BOARD DIRECTOR		X							0	0	0
(5) TIM FOUNTAIN BOARD DIRECTOR		X							0	0	0
(6) ANN DITTMAR SECRETARY					X				0	0	0
(7) MICHAEL RANGER TREASURER					X				0	0	0
(8) STAN VALIULIS CHAIRMAN OF THE BOARD					X				0	0	0
(9) T BRUCE WATSON VICE CHAIRMAN					X				0	0	0
(10) CHERYL PITNEY EXECUTIVE DIRECTOR	60.00					X			72,401	0	0
(11)											
(12)											
(13)											
(14)											

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 (do not check more than one box, unless person is both an officer and director/trustee)						(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 director	Individual trustee or officer	Key employee	Highest compensated employee	Former officer, director, trustee, key employee, or highest compensated employee	Former			
(15)										
(16)										
(17)										
(18)										
(19)										
(20)										
(21)										
(22)										
(23)										
(24)										
(25)										
1b Sub-total										
c Total from continuation sheets to Part VII, Section A										
d Total (add lines 1b and 1c)							72,401	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 Report compensation for the calendar year ending with or within the organization's tax year

(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 of 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	75,000			
	f All other contributions, gifts, grants, and similar amounts not included above	1f	3,004,778			
	g Noncash contributions included in lines 1a-1f: \$		676,605			
	h Total. Add lines 1a-1f ▶		3,079,778			
Program Service Revenue	2a RESALE SHOPS	Business Code 452000	550,266	550,266		
	b RECYCLE OF BULK GOODS	900099	83,790	83,790		
	c CAFE	722210	147,346	147,346		
	d					
	e					
	f All other program service revenue					
	g Total. Add lines 2a-2f ▶		781,402			
Other Revenue	3 Investment income (including dividends, interest, and other similar amounts) ▶		9,746	9,746		
	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	174,947			
		b Less direct expenses b	61,450			
c Net income or (loss) from fundraising events ▶			113,497		113,497	
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	9,496	9,496			
b MISC RECEIPTS	900099	12,546	12,546			
c						
d All other revenue						
e Total. Add lines 11a-11d ▶		22,042				
12 Total revenue. See instructions ▶		4,006,465	813,190	0	113,497	

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)

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

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 United States. See Part IV, line 21				
2	Grants and other assistance to individuals in the United States. See Part IV, line 22	121,673	121,673		
3	Grants and other assistance to governments, organizations, and individuals outside the United States. See Part IV, lines 15 and 16				
4	Benefits paid to or for members				
5	Compensation of current officers, directors, trustees, and key employees	72,401	47,061	12,670	12,670
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	1,393,350	1,150,900	93,906	148,544
8	Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)	14,064	7,492	6,052	520
9	Other employee benefits	170,898	141,612	13,767	15,519
10	Payroll taxes	106,542	86,880	7,553	12,109
11	Fees for services (non-employees)				
a	Management	2,700		2,700	
b	Legal	630		630	
c	Accounting	30,063		3,500	26,563
d	Lobbying				
e	Professional fundraising services. See Part IV, line 17	160,109			160,109
f	Investment management fees				
g	Other	32,926	5,325	27,601	
12	Advertising and promotion				
13	Office expenses	13,443	6,605	5,147	1,691
14	Information technology				
15	Royalties				
16	Occupancy	163,579	154,300	7,377	1,902
17	Travel				
18	Payments of travel or entertainment expenses for any federal, state, or local public officials				
19	Conferences, conventions, and meetings				
20	Interest	7,310		7,310	
21	Payments to affiliates				
22	Depreciation, depletion, and amortization	186,651	165,679	20,972	
23	Insurance	68,447	51,189	10,781	6,477
24	Other expenses. Itemize expenses not covered above (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.)				
a	STATEMENT 3	987,523	768,321	25,207	193,995
b	STATEMENT 4	497,525	497,525		
c					
d					
e	All other expenses				
25	Total functional expenses. Add lines 1 through 24e	4,029,834	3,204,562	245,173	580,099
26	Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation. Check here <input type="checkbox"/> if following SOP 98-2 (ASC 958-720)				

Part X Balance Sheet

				(A)		(B)	
				Beginning of year		End of year	
A s s e t s	1	Cash - non-interest-bearing		1,002,624	1	566,926	
	2	Savings and temporary cash investments		985,075	2	1,668,008	
	3	Pledges and grants receivable, net			3		
	4	Accounts receivable, net		28,640	4	14,174	
	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		261,489	8	382,146	
	9	Prepaid expenses and deferred charges		58,776	9	106,455	
	10a	Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D	10a	7,999,657			
	b	Less accumulated depreciation	10b	2,701,042	4,601,849	10c	5,298,615
	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		9,761	15	8,722	
16	Total assets. Add lines 1 through 15 (must equal line 34)		6,948,214	16	8,045,046		
L i a b i l i t i e s	17	Accounts payable and accrued expenses		147,030	17	184,122	
	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	614,992	
	24	Unsecured notes and loans payable to unrelated third parties			24		
	25	Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24) Complete Part X of Schedule D			25		
	26	Total liabilities. Add lines 17 through 25		147,030	26	799,114	
N e t A s s e t s o f F u n d B a l a n c e 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		6,766,830	27	6,780,516	
	28	Temporarily restricted net assets		34,354	28	465,416	
	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		6,801,184	33	7,245,932	
34	Total liabilities and net assets/fund balances		6,948,214	34	8,045,046		

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	4,006,465
2	Total expenses (must equal Part IX, column (A), line 25)	2	4,029,834
3	Revenue less expenses Subtract line 2 from line 1	3	(23,369)
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	4	6,801,184
5	Other changes in net assets or fund balances (explain in Schedule O)	5	468,117
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	7,245,932

Part XII Financial Statements and Reporting

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

		Yes	No
1	Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> 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?		X
2b	Were the organization's financial statements audited by an independent accountant?	X	
2c	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	X	
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 <input checked="" type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> 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?		X
3b	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		

SCHEDULE A
(Form 990 or 990-EZ)

Public Charity Status and Public Support

OMB No 1545-0047

2011

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.

Open to Public Inspection

▶ **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 US?		(vii) Amount of support
			Yes	No	Yes	No	Yes	No	
(A)									
(B)									
(C)									
(D)									
(E)									
Total									

Part II 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) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
1 Gifts, grants, contributions, and membership fees received (Do not include any "unusual grants")	2,648,377	3,236,421	2,773,644	2,629,555	2,403,173	13,691,170
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	2,648,377	3,236,421	2,773,644	2,629,555	2,403,173	13,691,170
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						13,691,170

Section B. Total Support

Calendar year (or fiscal year beginning in) ▶	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
7 Amounts from line 4	2,648,377	3,236,421	2,773,644	2,629,555	2,403,173	13,691,170
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources	34,315	34,423	25,826	13,749	9,746	118,059
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)	13,754	15,608	16,995	17,261	22,042	85,660
11 Total support. Add lines 7 through 10						13,894,889
12 Gross receipts from related activities, etc. (see instructions)					12	781,402

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

Section C. Computation of Public Support Percentage

14 Public support percentage for 2011 (line 6, column (f) divided by line 11, column (f))	14	98.53	%
15 Public support percentage from 2010 Schedule A, Part II, line 14	15	98.48	%

16a **33 1/3% support test - 2011.** 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

b **33 1/3% support test - 2010.** 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

17a **10%-facts-and-circumstances test - 2011.** 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

b **10%-facts-and-circumstances test - 2010.** 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

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

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

Calendar year (or fiscal year beginning in) ▶	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
1 Gifts, grants, contributions, and membership fees received (Do not include any "unusual grants")						
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
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 and either paid to or expended on its behalf						
5 The value of services or facilities furnished by a governmental unit to the organization without charge						
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 that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year						
c Add lines 7a and 7b						
8 Public support (Subtract line 7c from line 6)						

Section B. Total Support

Calendar year (or fiscal year beginning in) ▶	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
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

15 Public support percentage for 2011 (line 8, column (f) divided by line 13, column (f))	15	%
16 Public support percentage from 2010 Schedule A, Part III, line 15	16	%

Section D. Computation of Investment Income Percentage

17 Investment income percentage for 2011 (line 10c, column (f) divided by line 13, column (f))	17	%
18 Investment income percentage from 2010 Schedule A, Part III, line 17	18	%

19a 33 1/3% support tests - 2011. 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 - 2010. 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)

Department of the Treasury Internal Revenue Service

Supplemental Financial Statements

Complete if the organization answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b.

Attach to Form 990. See separate instructions.

OMB No 1545-0047

2011

Open to Public Inspection

Name of the organization

ROCKFORD RESCUE MISSION MINISTRIES

Employer identification number

36-6132381

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

Form with multiple sections: 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 (with sub-table 2a-2d), 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

Form with multiple sections: 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, 1b 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? Yes No

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? Yes No
- b If "Yes," explain the arrangement in Part XIV and complete the following table
- | | Amount |
|---------------------------------|--------|
| c Beginning balance | 1c |
| d Additions during the year | 1d |
| e Distributions during the year | 1e |
| f Ending balance | 1f |
- 2a Did the organization include an amount on Form 990, Part X, line 21? Yes No
- 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.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance	69,599	66,606	64,731	49,632	
b Contributions	2,824	2,993	1,875	15,099	
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	72,423	69,599	66,606	64,731	

- 2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:
- a Board designated or quasi-endowment ▶ 100.00 %
 - b Permanent endowment ▶ _____ %
 - c Temporarily restricted endowment ▶ _____ %
- The percentages in lines 2a, 2b, and 2c should equal 100%
- 3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by
- | | Yes | No |
|-----------------------------|--------------------------|-------------------------------------|
| (i) unrelated organizations | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| (ii) related organizations | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
- b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R? Yes No
- 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.

Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a Land				
b Buildings				
c Leasehold improvements				
d Equipment				
e Other STMDLE	7,999,657		2,701,042	5,298,615

Total. Add lines 1a through 1e (Column (d) must equal Form 990, Part X, column (B), line 10(c)) ▶ 5,298,615

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) GIFT CARDS	8,722
(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) Book value
(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)	4,006,465
2	Total expenses (Form 990, Part IX, column (A), line 25)	4,029,834
3	Excess or (deficit) for the year. Subtract line 2 from line 1	(23,369)
4	Net unrealized gains (losses) on investments	
5	Donated services and use of facilities	62,356
6	Investment expenses	
7	Prior period adjustments	
8	Other (Describe in Part XIV)	394,007
9	Total adjustments (net) Add lines 4 through 8	456,363
10	Excess or (deficit) for the year per audited financial statements Combine lines 3 and 9	432,994

Part XII Reconciliation of Revenue per Audited Financial Statements With Revenue per Return		
1	Total revenue, gains, and other support per audited financial statements	4,130,271
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 62,356
c	Recoveries of prior year grants	2c
d	Other (Describe in Part XIV)	2d 61,450
e	Add lines 2a through 2d	2e 123,806
3	Subtract line 2e from line 1	3 4,006,465
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 4,006,465

Part XIII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return		
1	Total expenses and losses per audited financial statements	4,153,640
2	Amounts included on line 1 but not on Form 990, Part IX, line 25:	
a	Donated services and use of facilities	2a 62,356
b	Prior year adjustments	2b
c	Other losses	2c
d	Other (Describe in Part XIV)	2d 61,450
e	Add lines 2a through 2d	2e 123,806
3	Subtract line 2e from line 1	3 4,029,834
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 4,029,834

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)

INCREASE IN TEMPORARILY RESTRICTED NET ASSETS \$431,062; NET ASSETS RELEASED FROM
RESTRICTION \$37,055

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

COST OF FUNDRAISING SPECIAL EVENTS \$61,450 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 \$61,450 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

2011

Open to Public Inspection

Name of the organization

Employer identification number

ROCKFORD RESCUE MISSION MINISTRIES

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	34,439	16,539	17,900
2 ENEX GROUP	MAIL SOLICITATION		X	1,543,545	16,500	1,527,045
3						
4						
5						
6						
7						
8						
9						
10						
Total				1,577,984	33,039	1,544,945

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 II 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.

		(a) Event #1	(b) Event #2	(c) Other events	(d) Total events
		SPECIAL EVEN (event type)	(event type)	None (total number)	Add col (a) through col (c)
R e v e n u e	1	Gross receipts	174,947		174,947
	2	Less Charitable contributions			
	3	Gross income (line 1 minus line 2)	174,947		174,947
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	61,450		61,450
	10	Direct expense summary Add lines 4 through 9 in column (d) ▶			(61,450)
11	Net income summary Combine line 3, column (d), and line 10 ▶			113,497	

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.

		(a) Bingo	(b) Pull tabs/instant bingo/progressive bingo	(c) Other gaming	(d) Total gaming (add col (a) through col (c))	
R e v e n u e	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)**

Department of the Treasury
Internal Revenue Service

**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.

OMB No 1545-0047

2011

**Open to Public
Inspection**

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

Part II Grants and Other Assistance to Governments and Organizations 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

	(a) 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)								<input checked="" type="checkbox"/>
(2)								
(3)								
(4)								
(5)								
(6)								
(7)								
(8)								
(9)								
(10)								
(11)								
(12)								

- 2** Enter total number of section 501(c)(3) and government organizations listed in the line 1 table
- 3** Enter total number of other organizations listed in the line 1 table

For Paperwork Reduction Act Notice, see the Instructions for Form 990.

EEA

Schedule I (Form 990) (2011)

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	207		71,582		CASE MANAGEMENT, HOUSING
2 CRISIS SHELTER	1,589		34,829		HOUSING, CASE MANAGEMENT
3 FEEDING PROGRAM	1,198		11,151		
4 EDUCATION PROGRAM	116		4,111		EDUCATION
5					
6					
7					

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

2011

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.**

**Open to Public
Inspection**

Name of the organization

Employer identification number

ROCKFORD RESCUE MISSION MINISTRIES

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		676,605	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

2011

**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 \$37,055; 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) (2011)

Name of the organization

Employer identification number

ROCKFORD RESCUE MISSION MINISTRIES

36-6132381

ASSETS \$431,062

08. General explanation attachment

NO SCHEDULE B CONTRIBUTOR INFORMATION IS REQUIRED AS NO CONTRIBUTOR GAVE MORE THAN THE 2% OF PART I, LINE 8 CURRENT YEAR CONTRIBUTIONS AND GRANTS. 990, PART V, 7h VEHICLE DONATION DID NOT REQUIRE THE FILING OF 1098-C PER IRS REQUIREMENTS.

Federal Supporting Statements

2011 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, BUILDINGS, EQUIPMENT	<u>7,999,657</u>	<u>0</u>	<u>2,701,042</u>	<u>5,298,615</u>
Total	<u><u>7,999,657</u></u>	<u><u>0</u></u>	<u><u>2,701,042</u></u>	<u><u>5,298,615</u></u>

ROCKFORD RESCUE MISSION MINISTRIES

36-6132381

FORM 990 2011-12 **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	83,813	80,480	1,940	1,393
FUTURE EXPANSION EXPENSES	71,758	71,758		
EQUIPMENT REPAIRS	14,437	9,959	4,018	460
DONATED FOOD, CLOTHES HOUSEWARES	551,646	551,646		
EDUCATION/AWARENESS	15,745	12,058	2,250	1,437
POSTAGE	81,625	401	829	80,395
TELEPHONE EXPENSE	15,045	11,422	2,365	1,258
SMALL EQUIPMENT	11,876	8,110	1,947	1,819
MISCELLANEOUS	2,214	2,189	25	0
OTHER EMPLOYEE EXP	10,361	0	10,361	0
PROMOTION, PUBLICATIONS	113,236	6,132	1,086	106,018
R/E TAXES	191	0	191	0
VEHICLE OPERATIONS	12,447	11,037	195	1,215
VOLUNTEER OPERATIONS	<u>3,129</u>	<u>3,129</u>	<u>0</u>	<u>0</u>
TOTAL TO FM 990, PART IX, LN 24a	<u>987,523</u>	<u>768,321</u>	<u>25,207</u>	<u>193,995</u>

ROCKFORD RESCUE MISSION MINISTRIES

36-6132381

FORM 990 2011-12MISSION MART THRIFT STORESSTATEMENT 4

<u>DESCRIPTION</u>	(A) <u>TOTAL</u>	(B) <u>PROGRAM SERVICES</u>	(C) <u>MANAGEMENT AND GENERAL</u>	(D) <u>FUNDRAISING</u>
ADVERTISING	3,352	3,352		
BUILDING MAINTENANCE & SUPPLIES	5,366	5,366		
BUILDING INSURANCE	624	624		
BUILDING RENTAL	53,950	53,950		
DEPRECIATION	13,386	13,386		
EDUCATION	1,932	1,932		
EQUIPMENT REPAIRS	215	215		
HEALTH, DISABILITY, & FLEX INS.	26,643	26,643		
LIABILITY & OTHER INSURANCE	3,687	3,687		
OFFICE SUPPLIES & SERVICES	546	546		
PAYROLL TAXES	18,250	18,250		
POSTAGE	20	20		
PROFESSIONAL FEES	335	335		
PURCHASED ITEMS FOR RESALE	32,445	32,445		
SALARIES & WAGES	250,970	250,970		
SMALL EQUIPMENT PURCHASES	678	678		
RETAIL SUPPLIES	5,066	5,066		
OTHER SUPPLIES	15,590	15,590		
TELEPHONE	2,746	2,746		
UTILITIES	45,281	45,281		
VEHICLE INSURANCE	1,768	1,768		
VEHICLE OPERATION	6,676	6,676		
MISCELLANEOUS	750	750		
WORKER'S COMPENSATION INS.	7,249	<u>7,249</u>		
TOTAL TO FM 990, PART IX, LN 24	<u>497,525</u>	<u>497,525</u>	0	0

ROCKFORD RESCUE MISSION MINISTRIES

36-6132381

Form 990 - 2011-12

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
STATEMENT OF MINISTRIES
OCTOBER 2011-SEPTEMBER 2012

The Mission's Key Ministries are providing the area's primary 24-hour men's emergency shelter; inviting the needy to three meals a day; operating long-term residential life recovery programs for men and women; providing educational, job readiness training, and medical and dental services for program residents; and communicating the Gospel of Jesus Christ without government restriction. All services are free.

Spiritual Transformation through breaking destructive lifestyles by introducing people to Jesus Christ as Savior & Lord. Spiritual responses recorded were 2,684. Held nightly required chapels and the staff conducted 10,800 counseling/case management sessions in one-on-one efforts to assist people toward personal & spiritual wholeness.

Lodging averaged *fifty-eight* people a night for 57,796 total nights of lodging.

Meals: Food service provided meals three times each day for a total of 156,294 served; an average of 427 meals daily.

Crisis Services: Men's Crisis served 1,062 different men; Employment secured: 90; Stable Housing secured: 162. Women's Crisis served 527 women and children: Employment secured: 25; Stable Housing secured: 219

Life Recovery Services: Men's & Women's Life Recovery served 216 men and women. Education: 91 assessments were given, 12 received a GED & 5 enrolled in further education/job training. Career Employment and Vocational Training enrolled: 91. Medical, Chiropractic and Dental sessions: 2,565.

Volunteer Services: Recorded hours totaled 40,385 hours during 13,203 occasions by 541 active volunteers.

Mission Mart Thrift Store: The community gave 7,309 donations of clothing items, household goods, etc. to meet the needs of Mission guests with the remainder being sold to raise operating funds. The retail outlet provided work readiness training for recovery residents.

Funding was received through financial gifts, in-kind donations (clothing, food & professional services) and volunteer services from individuals, churches, organizations, businesses and corporations. The operating budget was \$4.2 million.

We know love by this, that Jesus Christ laid down His life for us; and we ought to lay down our lives for the brethren. But whoever has the world's goods, and beholds his brother in need and closes his heart against him, how does the love of God abide in him?
1 John 3:16, 17

**ROCKFORD RESCUE MISSION
MINISTRIES
Rockford, Illinois**

**FINANCIAL STATEMENTS
September 30, 2012 and 2011**

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CliftonLarsonAllen

CliftonLarsonAllen LLP
www.cliftonlarsonallen.com

Independent Auditor's Report

Board of Directors
Rockford Rescue Mission Ministries
Rockford, Illinois

We have audited the accompanying statements of financial position of Rockford Rescue Mission Ministries (the "Mission") as of September 30, 2012 and 2011, and the related statements of activities, cash flows, and functional expenses for the years then ended. These financial statements are the responsibility of the Mission'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 examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Mission as of September 30, 2012 and 2011, and the changes in its net assets and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

CliftonLarsonAllen LLP

Rockford, Illinois
January 21, 2013

ROCKFORD RESCUE MISSION MINISTRIES
STATEMENTS OF FINANCIAL POSITION
September 30, 2012 and 2011

ASSETS

	<u>2012</u>	<u>2011</u>
CURRENT ASSETS		
Cash and cash equivalents	\$ 566,926	\$ 1,002,624
Board designated accounts	1,216,491	985,075
Accounts receivable	12,174	16,890
Pledges receivable	2,000	2,750
Bequest receivable	-	9,000
Inventories	382,146	261,489
Prepaid expenses	<u>106,455</u>	<u>58,776</u>
Total current assets	<u>2,286,192</u>	<u>2,336,604</u>
PROPERTY, PLANT AND EQUIPMENT, less		
accumulated depreciation	<u>5,298,615</u>	<u>4,601,849</u>
OTHER ASSETS		
Gift cards	8,722	2,960
Deposits	-	6,801
Cash restricted per grant agreement	<u>451,517</u>	<u>-</u>
Total other assets	<u>460,239</u>	<u>9,761</u>
TOTAL ASSETS	<u>\$ 8,045,046</u>	<u>\$ 6,948,214</u>

LIABILITIES AND NET ASSETS

	<u>2012</u>	<u>2011</u>
CURRENT LIABILITIES		
Accounts payable	\$ 61,953	\$ 42,262
Accrued payroll	79,892	91,807
Other accrued expenses	42,277	12,961
Current maturities of long-term debt	<u>20,757</u>	<u>-</u>
Total current liabilities	204,879	147,030
LONG-TERM DEBT, less current maturities above	<u>594,235</u>	<u>-</u>
Total liabilities	<u>799,114</u>	<u>147,030</u>
NET ASSETS		
Unrestricted:		
Board designated	1,216,491	985,075
Undesignated	5,564,025	5,781,755
Temporarily restricted	<u>465,416</u>	<u>34,354</u>
Total net assets	<u>7,245,932</u>	<u>6,801,184</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 8,045,046</u>	<u>\$ 6,948,214</u>

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

ROCKFORD RESCUE MISSION MINISTRIES
STATEMENTS OF ACTIVITIES
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
UNRESTRICTED NET ASSETS		
Support and revenue:		
Public support	\$ 2,578,120	\$ 2,853,983
In-kind contributions	738,961	500,052
Sales from resale shops	550,266	584,992
Sales of bulk clothing and recycled materials	83,790	89,021
Café sales	147,346	91,157
Interest income	9,746	13,749
Vending	9,496	10,770
Other revenue	<u>12,546</u>	<u>6,491</u>
Total support and revenue	<u>4,130,271</u>	<u>4,150,215</u>
Expenses:		
Program services	<u>3,239,658</u>	<u>2,972,559</u>
Supporting services:		
Management and general	269,433	234,815
Fundraising	<u>644,549</u>	<u>533,049</u>
Total supporting services	<u>913,982</u>	<u>767,864</u>
Total expenses	<u>4,153,640</u>	<u>3,740,423</u>
Net assets released from restrictions through use	<u>37,055</u>	<u>12,766</u>
INCREASE IN UNRESTRICTED NET ASSETS	<u>13,686</u>	<u>422,558</u>
TEMPORARILY RESTRICTED NET ASSETS		
Public support	16,600	20,200
Cash restricted per grant agreement	451,517	-
Net assets released from restrictions	<u>(37,055)</u>	<u>(12,766)</u>
INCREASE IN TEMPORARILY RESTRICTED IN NET ASSETS	<u>431,062</u>	<u>7,434</u>
INCREASE IN NET ASSETS	444,748	429,992
NET ASSETS, BEGINNING OF YEAR	<u>6,801,184</u>	<u>6,371,192</u>
NET ASSETS, END OF YEAR	<u>\$ 7,245,932</u>	<u>\$ 6,801,184</u>

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

ROCKFORD RESCUE MISSION MINISTRIES
STATEMENTS OF CASH FLOWS
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 444,748	\$ 429,992
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation including resale shops' depreciation of \$13,386 and \$13,491, respectively	200,037	188,932
Loss on disposal of property, plant and equipment	-	401
Effects of changes in operating assets and liabilities:		
Accounts, pledges and bequest receivables	14,466	1,954
Inventories	(120,657)	(32,847)
Prepaid expenses	(47,679)	(22,620)
Other assets	1,039	(2,657)
Accounts payable	19,691	19,571
Accrued payroll	(11,915)	(28,840)
Other accrued expenses	29,316	(3,767)
	<u>529,046</u>	<u>550,119</u>
Net cash provided by operating activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant, and equipment	(896,803)	(189,593)
Funds transferred to temporarily restricted	(451,517)	-
Funds transferred to board designated account, net	<u>(231,416)</u>	<u>(47,016)</u>
	<u>(1,579,736)</u>	<u>(236,609)</u>
Net cash used in investing activities		
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of long-term debt	620,000	-
Principal payments on long-term debt	<u>(5,008)</u>	<u>-</u>
	<u>614,992</u>	<u>-</u>
Net cash provided by financing activities		
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(435,698)	313,510
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>1,002,624</u>	<u>689,114</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 566,926</u>	<u>\$ 1,002,624</u>

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

ROCKFORD RESCUE MISSION MINISTRIES
STATEMENTS OF FUNCTIONAL EXPENSES
Years Ended September 30, 2012 and 2011

	Program Services	Management and General	Fund- raising	2012 Total
Benefits administration	\$ -	\$ 3,605	\$ -	\$ 3,605
Building maintenance and supplies	80,480	1,940	1,393	83,813
Building insurance	7,238	2,433	107	9,778
Building rental	31,078	-	-	31,078
Client assistance, including supplies	121,673	-	-	121,673
Depreciation	165,679	20,972	-	186,651
Direct mail	-	-	160,109	160,109
Donated food	551,646	-	-	551,646
Donated professional services	35,096	24,260	3,000	62,356
Education	12,058	2,250	1,437	15,745
Employee and board activities	-	6,756	-	6,756
Equipment repairs	9,959	4,018	460	14,437
Future expansion expenses	71,758	-	-	71,758
Health insurance	136,682	13,523	15,267	165,472
Interest	-	7,310	-	7,310
Liability insurance	14,189	5,563	1,455	21,207
Life insurance	2,894	244	252	3,390
Office supplies and services	6,605	5,147	1,691	13,443
Other promotional activities	6,132	1,086	106,018	113,236
Payroll taxes	86,880	7,553	12,109	106,542
Postage	401	829	80,395	81,625
Professional fees	5,325	34,431	26,563	66,319
Real estate taxes	-	191	-	191
Resale store expenses	499,561	-	-	499,561
Retirement	7,492	6,052	520	14,064
Salaries and wages	1,197,961	106,576	161,214	1,465,751
Small equipment purchases	8,110	1,947	1,819	11,876
Special events	-	-	61,450	61,450
Telephone	11,422	2,365	1,258	15,045
Utilities	123,222	7,377	1,902	132,501
Vehicle insurance	4,073	79	1,256	5,408
Vehicle operation	11,037	195	1,215	12,447
Volunteer operations	3,129	-	-	3,129
Workers' compensation insurance	25,689	2,706	3,659	32,054
Miscellaneous	2,189	25	-	2,214
TOTAL FUNCTIONAL EXPENSES	<u>\$ 3,239,658</u>	<u>\$ 269,433</u>	<u>\$ 644,549</u>	<u>\$ 4,153,640</u>
PERCENTAGE OF TOTAL EXPENSES	<u>78.00%</u>	<u>6.49%</u>	<u>15.51%</u>	<u>100.00%</u>

	<u>Program Services</u>	<u>Management and General</u>	<u>Fund- raising</u>	<u>2011 Total</u>
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
Miscellaneous	584	116	-	700
TOTAL FUNCTIONAL EXPENSES	<u>\$ 2,972,559</u>	<u>\$ 234,815</u>	<u>\$ 533,049</u>	<u>\$ 3,740,423</u>
PERCENTAGE OF TOTAL EXPENSES	<u>79.47%</u>	<u>6.28%</u>	<u>14.25%</u>	<u>100.00%</u>

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

ROCKFORD RESCUE MISSION MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2012 and 2011

NOTE 1 - 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 operated two resale shops in Rockford doing business as "Mission Mart". During 2012, one of the resale shops was closed and they were preparing to close the second resale shop in October 2012. A new resale shop was opened in November 2012.

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 accounting principles generally accepted in the United States of America 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 12 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, 2012 and 2011. Management believes that the credit risk related to these balances is minimal.

ROCKFORD RESCUE MISSION MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2012 and 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Board Designated Accounts

The board elected in 2012 and 2011 to reserve \$1,216,491 and \$915,476, 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 \$72,423 and \$69,599 as of September 30, 2012 and 2011, respectively.

Restricted Cash

The Mission was awarded a grant during the year ended September 30, 2012, which requires reserved cash be kept in separate bank accounts. The Mission was required to establish and fund a housing replacement reserve at a minimum of \$40,500 annually for the duration of the 15-year retention period. The Mission was also required to establish and fund an operating reserve in the amount of \$260,000 during the project period until the completion of the project. During fiscal year 2012, the board elected to set up a renovation account with a balance of \$150,896 as of September 30, 2012. At September 30, 2012, the balance in these accounts totaled \$451,517.

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 as an expense 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, 2012 and 2011

NOTE 1 - 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 Mission 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, 2012 and 2011

NOTE 1 - 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. The Mission had no permanently restricted net assets at September 30, 2012 and 2011.

Functional Expenses

Directly identifiable expenses are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the basis of periodic time and expense studies. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Mission.

Income Taxes

The Internal Revenue Service (IRS) 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 Mission's Returns of Organization Exempt from Income Tax (Federal Form 990) for 2008, 2009, and 2010 are subject to examination by the IRS, generally for three years after they were filed.

The Mission accounts for uncertainty in income taxes under the authoritative guidance issued by the Financial Accounting Standards Board (FASB). The Mission uses a threshold of more-likely-than-not to be sustained upon examination to account for uncertainty in income taxes. Measurement of the tax uncertainty occurs if the recognition threshold has not been met. This guidance also addresses derecognition, classification, interest and penalties, disclosure, and transition. The Mission conducts business solely in the U.S. and, as a result, files federal and Illinois tax returns. In the normal course of business, the Mission is subject to examination by taxing authorities. The Mission's tax returns for years subsequent to 2008 are open, by statute, for review by authorities. However, at present, there are no ongoing income tax audits or unresolved disputes with the tax authorities that the Mission currently files or has filed with.

Reclassifications

Certain reclassifications have been made to 2011 balances to be consistent with the 2012 presentation.

NOTE 2 - RELATED PARTY TRANSACTIONS

Two relatives of the executive director provided employment services to the Mission during the year ended September 30, 2011, in the amount of \$27,105.

ROCKFORD RESCUE MISSION MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2012 and 2011

NOTE 3 - INVENTORIES

Inventories at September 30, 2012 and 2011, consist of the following:

	<u>2012</u>	<u>2011</u>
Donated food and supplies	\$ 101,311	\$ 99,536
Vocational training food and supplies	7,059	6,676
Donated clothing and housewares, intended for resale	268,570	151,194
Music and books	<u>5,206</u>	<u>4,083</u>
Total inventories	<u>\$ 382,146</u>	<u>\$ 261,489</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.

The Mission received a \$3,000 pledge from a local church in fiscal year 2012.

The receivable balances of the pledges were \$2,000 and \$2,750 at September 30, 2012 and 2011, respectively.

NOTE 5 - PROPERTY, PLANT AND EQUIPMENT

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

	<u>2012</u>	<u>2011</u>
Land	\$ 629,425	\$ 551,130
Building and improvements	6,439,612	5,617,908
Parking lots	16,049	16,049
Kitchen equipment	107,629	105,186
Program furnishing and equipment	286,690	286,690
Vehicles	102,928	94,345
Musical instruments and sound equipment	9,631	9,631
Office equipment	91,292	91,292
Tools and equipment	51,743	51,743
Computer equipment	145,281	133,258
Store fixtures and equipment	103,707	103,707
Projects in process	<u>15,670</u>	<u>41,914</u>
Total property, plant, and equipment	7,999,657	7,102,853
Accumulated depreciation	<u>(2,701,042)</u>	<u>(2,501,004)</u>
Property, plant, and equipment, net	<u>\$ 5,298,615</u>	<u>\$ 4,601,849</u>

ROCKFORD RESCUE MISSION MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2012 and 2011

NOTE 6 - LINE OF CREDIT

At September 30, 2012 and 2011, the Mission had an unused line-of-credit for \$1,000,000 with a bank. The interest rate at September 30, 2012 and 2011, was 4.00% and 4.50%, respectively. The agreement will expire on June 1, 2013. The line is secured by promises to give and property, plant, and equipment.

NOTE 7 - LONG-TERM DEBT

During fiscal year 2012, the Mission obtained a \$620,000 loan from a bank, which is payable in monthly installments of \$3,776 including interest at 4%. The agreement will expire, on June 15, 2017. The loan is secured by a building, which had a carrying value of \$760,578 at September 30, 2012.

Future maturities of long-term debt are as follows:

Years Ending September 30,

2013	\$ 20,757
2014	21,615
2015	22,508
2016	23,377
2017	<u>526,735</u>
Total	<u>\$ 614,992</u>

NOTE 8 - COMMITMENTS

The Mission leases rental space for its Rockford Southgate store and its Women's Crisis Center. The Southgate lease expired in August 2012 and was not renewed. The Women's Center lease was renewed in July 2012 and expires in July 2013. Minimum rental commitments are \$26,275 for the year ending September 30, 2013. Rent expense for the years ended September 30, 2012 and 2011, was \$84,214 and \$143,412, respectively.

NOTE 9 - 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 \$15,469 and \$9,193 during the years ended September 30, 2012 and 2011, respectively.

**ROCKFORD RESCUE MISSION MINISTRIES
NOTES TO FINANCIAL STATEMENTS
September 30, 2012 and 2011**

NOTE 10 - SUPPLEMENTAL CASH FLOW INFORMATION

Cash paid for interest was \$6,320 and \$0 for the years ended September 30, 2012 and 2011, respectively.

During fiscal year 2012, the Mission purchased a building that was financed with long-term debt in the amount of \$620,000.

NOTE 11 - RESTRICTED NET ASSETS

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

	<u>2012</u>	<u>2011</u>
Grant agreement	\$ 451,517	\$ -
Capital Campaign	-	20,000
Programs	<u>13,899</u>	<u>14,354</u>
Total temporarily restricted net assets	<u>\$ 465,416</u>	<u>\$ 34,354</u>

NOTE 12 - SUBSEQUENT EVENTS

Management evaluated subsequent events through January 21, 2013, the date the financial statements were available to be issued. Events or transactions occurring after September 30, 2012, but prior to January 21, 2013, that provided additional evidence about conditions that existed at September 30, 2012, have been recognized in the financial statements for the year ended September 30, 2012. Events or transactions that provided evidence about conditions that did not exist at September 30, 2012, but arose before the financial statements were available to be issued have not been recognized in the financial statements for the year ended September 30, 2012.

In October 2012, the Mission closed its resale shop on Kishwaukee Street and opened a new resale shop in November 2012 in the building purchased on 20th Street.

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

SUPPLEMENTARY INFORMATION

**ROCKFORD RESCUE MISSION MINISTRIES
SCHEDULES OF RESALE STORE EXPENSES
Years Ended September 30, 2012 and 2011**

	<u>2012</u>	<u>2011</u>
Advertising	\$ 3,352	\$ 4,305
Building maintenance and supplies	5,366	10,144
Building insurance	624	689
Building rental	53,950	112,800
Depreciation	13,386	13,491
Donated professional services	-	1,216
Education	1,932	539
Equipment repairs	215	658
Health insurance	26,643	21,411
Liability insurance	3,687	3,441
Life insurance	631	645
Office supplies and services	546	653
Payroll taxes	18,250	24,428
Postage	20	14
Professional fees	335	289
Purchased items for resale	32,445	31,474
Retirement	1,405	693
Salaries and wages	250,970	243,435
Small equipment purchases	678	2,085
Retail supplies	5,066	2,965
Other supplies	15,590	15,262
Telephone	2,746	2,589
Utilities	45,281	55,003
Vehicle insurance	1,768	1,696
Vehicle operation	6,676	7,490
Workers' compensation insurance	7,249	7,344
Miscellaneous	<u>750</u>	<u>2,778</u>
TOTAL RESALE STORE EXPENSES	<u>\$ 499,561</u>	<u>\$ 567,537</u>