

**INTERNATIONAL ASSOCIATION OF LAW  
LIBRARIES  
FINANCIAL STATEMENTS FOR THE  
YEAR ENDED DECEMBER 31, 2010  
AND INDEPENDENT AUDITORS' REPORT**

# Ditmars, Perazza & Co., LLP

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CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors of the International  
Association of Law Libraries:

**August 2, 2011**

We have audited the accompanying statement of assets, liabilities and net assets – cash basis of the International Association of Law Libraries as of December 31, 2010, and the related statement of support, revenue and expenses – cash basis for the year then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, these financial statements were prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities and net assets of the International Association of Law Libraries as of December 31, 2010 and its support, revenues and expenses for the year then ended, on the basis of accounting described in Note 1.



Ditmars, Perazza & Co., LLP

**INTERNATIONAL ASSOCIATION OF LAW LIBRARIES  
STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS - CASH BASIS  
DECEMBER 31, 2010**

**ASSETS:**

Cash in the Bank - Checking Accounts	\$ 38,627
Cash in the Bank - Savings Account	85
Certificates of Deposit	205,133
<b>TOTAL ASSETS</b>	<b><u>\$ 243,845</u></b>

**LIABILITIES AND NET ASSETS:**

Net Assets - Unrestricted	\$ 243,845
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 243,845</u></b>

**See the Notes to the Financial Statements.**

**INTERNATIONAL ASSOCIATION OF LAW LIBRARIES  
STATEMENT OF SUPPORT, REVENUES AND EXPENSES - CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

**SUPPORT AND REVENUE:**

Membership dues	\$ 24,194
Sponsorship income	22,520
Conference registration fees - The Hague	54,772
Royalty Income	2,181
Interest Earned	2,476
<b>TOTAL SUPPORT AND REVENUE</b>	<b><u>106,143</u></b>

**EXPENSES:**

<b>Administration:</b>	
Administrative	360
Mailbox and mailing	904
Website	2,000
Audit fees	3,700
Credit card and bank charges	3,336
<b>Conference Expenses:</b>	
The Hague	82,622
Istanbul	574
Joint IALL/FCIL Reception expenses	3,130
Dues - IFLA	701
IALL document archives	1,806
<b>Journal Expenses:</b>	
Editor Expenses	5,145
Editorial Support	4,500
Scholarships	4,589
Miscellaneous	879
<b>TOTAL EXPENSES</b>	<b><u>114,246</u></b>

**EXCESS SUPPORT AND REVENUE OVER EXPENSES** (8,103)

**NET ASSETS, BEGINNING OF THE YEAR** 251,948

**NET ASSETS, END OF THE YEAR** **\$ 243,845**

See the Notes to the Financial Statements.

**INTERNATIONAL ASSOCIATION OF LAW LIBRARIES  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Accounting**

The International Association of Law Libraries (IALL) policy is to prepare its financial statements on the cash basis of accounting; consequently, certain revenues are recognized when received rather than when earned, and certain expenses are recognized when cash is disbursed rather than when the obligation is incurred.

**Organization**

IALL is incorporated in Washington, DC as a not-for-profit corporation. IALL is a worldwide organization of librarians, libraries, and other persons and institutions concerned with the acquisition of legal information emanating from sources other than from their jurisdictions. The basic purpose of the IALL is to promote on a world-wide cooperative and non-profit basis the works of individuals, libraries, and other organizations concerned with all aspects of legal information, and to facilitate the use of such information.

**Tax Exempt Status**

Income taxes are not provided in the financial statements since IALL is exempt from federal and state income taxes under Section 501©(4). IALL is not classified as a private foundation.

In June 2006 the Financial Accounting Standards Board issued FIN 48, Accounting for Uncertainty in Income Taxes, which prescribes how an entity should measure, recognize, present and disclose in its financial statements tax positions that an organization has taken or expects to take on its information returns. FIN 48 is effective for years beginning after December 31, 2008 for nonpublic entities.

The Association regularly reviews and evaluates its tax positions taken in previously filed information returns with regard to issues affecting its tax exempt status, unrelated business income and related matters. Based on the Association's evaluation of their positions relating to any relevant matters no tax benefits or liabilities are required to be recognized in accordance with FIN 48.

**Subsequent Events**

The Financial Accounting Standards Board has issued a standard that applies to annual financial periods ending after June 15, 2009. These standards establish principles setting forth the period after the balance sheet date during which management shall evaluate events and transactions that may occur for potential recognition or disclosure in the financial statements. For the purposes of this accounting standard, the Association has evaluated subsequent events through August 2, 2011.

**NOTE 2 – CERTIFICATES OF DEPOSIT**

The Certificates of Deposit are detailed as follows:

	<b>Issue Amount</b>	<b>Value at December 31, 2010</b>
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Certificate of Deposit # 1	\$ 50,000	\$ 70,166
Certificate of Deposit # 2	30,000	41,372
Certificate of Deposit # 3	30,000	34,307
Certificate of Deposit # 4	50,000	59,288
Total		----- \$ 205,133 =====

**NOTE 3 – THE HAGUE CONFERENCE**

During the year the IALL held their annual conference in The Hague. In connection with the conference, revenue and expenses for the conference were received/paid thru the accounts of the IALL as well as through the accounts of the Local Organizing Committee (LOC).