All-Hazards Incident Management Teams Association, Inc.

Financial Statements for the Years Ended
December 31, 2017 and 2016
Along with Independent Accountant's Review Report

Bennoch & Tipton LLC
CERTIFIED PUBLIC ACCOUNTANTS

All-Hazards Incident Management Teams Association, Inc.

Table of Contents

Bennoch & Tipton LLC
CERTIFIED PUBLIC ACCOUNTANTS

10924 Grant Road #425
Houston, TX 77070
www.nonprofitacctg.com

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
All-Hazards Incident Management Teams Association, Inc.
Golden, Colorado

We have reviewed the accompanying financial statements of All-Hazards Incident Management Teams Association, Inc. (the Association), which comprise the statement of financial position as of December 31, 2017 and 2016, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements of Standards for Accounting and Review services promulgated by the Accounting and Review Services Committee of the AICIPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Emphasis of a Matter

As described in Note 4, the 2017 and 2016 financial statements were prepared on the accrual basis of accounting, previously the Association's books were maintained on the cash basis of accounting, another comprehensive basis of accounting, resulting in recording the cumulative effect of the change retrospectively as of the earliest period presented.

Accountant's Conclusion

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

Bennoch & Tipton LLC

Bennoch & Tipton LLC
Certified Public Accountants
Houston, Texas

December 3, 2018

ALL-HAZARDS INCIDENT MANAGEMENT TEAMS ASSOCIATION, INC.
STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2017 AND 2016

	2017	2016
ASSETS		
Cash	$ 110,091	$ 166,952
Accounts receivable	5,997	32,393
TOTAL ASSETS	$ 116,088	$ 199,345
LIABILITIES AND NET ASSETS		
Liabilities		
Accrued liabilities	$ -	$ 89,888
Total Liabilities	-	89,888
Net Assets		
Unrestricted	116,088	109,457
Total Net Assets	116,088	109,457
TOTAL LIABILITIES AND NET ASSETS	$ 116,088	$ 199,345

ALL-HAZARDS INCIDENT MANAGEMENT TEAMS ASSOCIATION, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016

	2017	2016
UNRESTRICTED REVENUE		
Member dues	$ 27,050	$ 27,550
Symposium	10,147	604
Sponsorships	-	9,000
Discounts received	2,055	-
Interest income	46	59
Total Unrestricted Revenue	39,298	37,213
EXPENSES		
Program services		
Membership development	29,908	32,830
Total Program Services	29,908	32,830
Supporting Services		
Management and general	2,759	1,489
Fundraising	-	-
Total Supporting Services	2,759	1,489
Total Expenses	32,667	34,319
CHANGE IN NET ASSETS	6,631	2,894
NET ASSETS, BEGINNING OF YEAR (as restated**)**	109,457	106,563
NET ASSETS, END OF YEAR	$ 116,088	$ 109,457

ALL-HAZARDS INCIDENT MANAGEMENT TEAMS ASSOCIATION, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ 6,631	$ 2,894
Adjustments to reconcile change in net assets to net cash from operating activities:		
Change in operating assets and liabilities		
Accounts receivable	26,396	(19,481)
Accrued expenses	(89,888)	82,483
Net Cash from Operating Activities	(56,861)	65,896
NET CHANGE IN CASH	(56,861)	65,896
CASH, BEGINNING OF YEAR	166,952	101,056
CASH, END OF YEAR	$ 110,091	$ 166,952

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

Organization and Business – The All-Hazards Incident Management Teams Association, Inc. (the Association), a Colorado nonprofit organization, incorporated in December 2010. On March 13, 2017, The Association received the determination letter from the IRS that it is exempt from federal income tax under Internal Revenue Code (IRC) Section 501(c)(3). Donors can deduct contributions they make to the Association under IRC section 170. The association is operated exclusively for the purpose of promoting, supporting, improving, and enhancing the profession of incident management based on providing educational opportunities, setting standards, establishing and maintaining a certification program, and promoting the cooperation of federal, state, local, and tribal entities as well as non-government agencies in all phases of emergency management.

The Association's main source of revenue is membership dues.

Basis of Accounting – The financial statements of the Association are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Financial Statement Presentation – The Association's financial statements are presented in accordance with Financial Accounting Standards Board's (FASB) Accounting Standards Codification (ASC) 958-205-45-4, *Financial Statements of Not-for-Profit Organizations*. Under FASB ASC 958-205-45-4, the Association is required to report information regarding its financial position and activities according to three classes of net assets:

Unrestricted net assets – These are resources that are not subject to donor-imposed stipulations and can be used for the general operations of the Association. The Association's net assets are all unrestricted.

Temporarily restricted net assets – These are resources that are subject to donor-imposed stipulations that may or will be met, either by actions of the Association and/or the passage of time. There are no temporarily restricted net assets.

Permanently restricted net assets – These are resources that are subject to donor restrictions requiring that the principal be held in perpetuity and any income thereon be used by the Association. There are no permanently restricted net assets.

In addition, the Association is required by FASB ASC 958-205-45-4 to present a statement of cash flows.

Use of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America usually requires management to make certain estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates. During the preparation of these financial statements, no estimates and assumptions were deemed necessary.

Restricted and Unrestricted Revenue Recognition – Revenue and expenses are recorded on the accrual basis. Revenue received for future dues and programs is deferred until the applicable year.

Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is 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 expires, temporarily restricted net assets are reported in the Statement of Activities as net assets released from restrictions.

Cash and Cash Equivalents – The Association considers all monies in banks and highly liquid investments with maturities of three months or less from the date of purchase to be cash and cash equivalents. The carrying values of any cash and cash equivalents are deemed to approximate their fair values because of the short maturities of those financial instruments.

Accounts Receivable – Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. At December 31, 2017 and 2016, the Association had no amounts of bad debt recorded.

Property, Plant and Equipment – Currently the Association has no property, plant or equipment. In the event purchases are made, the Association's policy is to capitalize all expenditures for property, plant and equipment in excess of $500. Purchased property, plant and equipment are carried at cost and are depreciated using the straight-line method based on their estimated useful lives. Maintenance and repairs are charged to operations when incurred. Major improvements and renewals that extend the life of the asset are capitalized.

Membership Dues – Membership dues are recognized in the applicable membership period. Any unearned amounts are included in deferred revenue at the end of each accounting period.

Income Taxes – The Association is exempt from federal income taxation under Section 501(c)(3) of the Internal Revenue Code (IRC), though it would be subject to tax on income unrelated to its exempt purposes (unless that income is otherwise excluded by the IRC). Contributions to the Association are tax deductible to donors under Section 170 of the IRC. The Association is not classified as a private foundation.

The Association applies the provisions of FASB ASC Topic 740, Income Taxes, (formerly FASB Interpretation No. 48 (FIN 48), Accounting for Uncertainty in Income Taxes - an Interpretation of FASB Statement No. 109), which prescribes a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. FIN 48 also provides guidance on de-recognition, classification, interest and penalties, accounting in interim periods, disclosures and transition.

Contributed Services – The Association recognizes contributed services at their fair value if the services provide value to the Association and require specialized skills, are provided by individuals possessing those skills, and would have been purchased if not provided by contributors, as established by FASB ASC 958-605-25-26.

In addition, many individuals volunteer their time and perform a variety of tasks that assist the Association with program services and their annual symposium event. No amounts have been reflected in the financial statements for these donated services since the volunteers' time does not meet the criteria for recognition under ASC 958-605, *Revenue Recognition*.

Fair Value of Financial Instruments – The Association's financial instruments are cash and cash equivalents and accounts receivable. The recorded values of cash and cash equivalents and accounts receivable approximate their fair values based on their short-term nature.

NOTE 2 – CONCENTRATION OF CREDIT RISKS

The Association maintains its cash balances in one financial institution. These balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000, which is substantially higher than the Association's cash balances at December 31, 2017 and 2016. Management periodically assesses the financial condition of the financial institution and believes that any possible credit risk is minimal. As of December 31, 2017 and 2016, the Association did not have balance that was not covered by FDIC insurance.

NOTE 3 – FUNCTIONAL ALLOCATION OF EXPENSES

The cost of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

NOTE 4 – CASH TO ACCRUAL ADJUSTMENT

The Association has maintained their books and records on the cash basis of accounting, another comprehensive basis of accounting, which records transactions when they are paid. For the years ended December 31, 2017 and 2016, the books were converted to the accrual basis of accounting, which records transactions when they are incurred. As a result, a prior period adjustment was recorded to the beginning net asset balance of 2016 to properly record the revenue and expenses in the proper period. Beginning net assets were increased by $5,367, revenue was decreased by $12,912, and expenses were decreased by $7,545. There was no effect to the current year's change in net assets as a result of the adjustment.

NOTE 5 – SUBSEQUENT EVENTS

In preparing these financial statements, the Association has evaluated events and transactions for potential recognition or disclosure through December 3, 2018, the date the financial statements were available to be issued. No change to the financial statements for the year ended December 31, 2017 and 2016 is deemed necessary as a result of this evaluation.