STATEMENT OF FINANCIAL POSITION

DECEMBER 31,		2010	2009
ASSETS			
Current Assets			
Cash and cash equivalents	\$	188,466	\$ 10,217,489
Accounts receivable		30,906	48,563
Investments, current portion	1	5,707,285	2,949,306
Assessments receivable		5,773,000	7,193,000
Inventory, net		833,208	977,518
Prepaid expenses		151,113	129,629
Total Current Assets	2	2,683,978	21,515,505
Property and Equipment			
Office equipment		100,682	100,682
Office furniture		178,009	168,583
Computer hardware and software	2	4,536,396	3,698,149
Leasehold improvements		321,912	321,912
Less: accumulated depreciation	(3	3,386,269)	(2,767,764
Total Property and Equipment, Net		1,750,730	1,521,562
Other Assets			
Other		182,691	147,634
Investments, net of current portion	2	4,387,232	24,369,436
Total Other Assets	24	4,569,923	24,517,070
Total Assets	\$ 49	9,004,631	\$ 47,554,137
LIABILITIES AND NET ASSETS			
Current Liabilities			
Accrued expenses	\$	3,117,312	\$ 2,628,853
State rebate obligation	(9,430,864	9,966,240
Total Current Liabilities	1:	2,548,176	12,595,093
Net Assets			
Undesignated		8,887,278	7,577,467
Designated		7,569,177	27,381,577
Total Net Assets		6,456,455	 34,959,044
Total Liabilities and Net Assets	\$ 45	9,004,631	\$ 47,554,137

The Propane Education & Research Council's (PERC) 2009 and 2010 financial statements were audited and found in conformance with generally accepted accounting principles (GAAP) and an unqualified opinion was issued by Aronson LLC, of Rockville, Md. To request a copy of this report, contact PERC in writing at 1140 Connecticut Ave. NW, Suite 1075, Washington, DC 20036.

STATEMENT OF ACTIVITIES & CHANGES IN NET ASSETS

YEARS ENDED DECEMBER 31,	2010	2009
Revenue		
Assessment revenue	\$ 38,328,903	\$ 46,050,936
Less: State rebates	(7,665,785)	(9,210,187)
Net assessment revenue	30,663,118	36,840,749
Investment income	512,178	649,480
Fulfillment sales	1,503,183	1,620,801
Less: Costs of goods sold	(1,624,774)	(1,635,081)
Net fulfillment revenue	(121,591)	(14,280)
Total Revenue	31,053,705	37,475,949
Expenses		
Programs		
Residential and commercial	5,634,355	-
Consumer education	_	16,255,533
Safety and training	3,455,273	3,315,785
Research and development	2,614,738	3,460,179
Engine Fuel	7,761,427	6,911,714
Industry	3,603,639	1,776,020
Agriculture	2,929,498	3,507,911
Total program expenses	25,998,930	35,227,142
General and Administrative		
Administrative costs	2,800,095	2,632,893
Collection costs	138,764	133,054
Depreciation	618,505	495,478
Total general and administrative expenses	3,557,364	3,261,425
Total Expenses	29,556,924	38,488,567
Changes in net assets	1,497,411	(1,012,618)
Net assets at beginning of year	34,959,044	35,971,662
Net assets at end of year	\$ 36,456,455	\$ 34,959,044
Rebates 16%		
\$ 7000,000		Projects 68% \$ 20,000,000
IT Support 1% \$ 400,000		Fundamental
Program Labor 6%		Research 11% \$ 3,300,000
\$ 2,700,000 2011	2011 BUDGETED	Consumer,
Other Expenses 3%	OPERATING PROGRAM	Industry, & Emergency Responder
\$1,300,000 BUDGET	INITIATIVES	Safety 6% \$ 1,700,000
Administrative Expenses 7%		Industry
\$2,900,000		Training 7% \$ 2,000,000
Operating Programs 67%		Supporting Programs 8%
\$29,500,000 Training 28% 2011		Programs 8% \$ 2,500,000
\$8,400,000 BUDGETE		TOTAL
Safety 17% PROGRAM		total \$29,500,000
by function Reaearch &		,,
Development 55% \$16,000,000		
TOTAL		
\$29,500,000		