

Treasurers Report – AGM, May 16th 2015
Presented by Robin Haynes

Most of the troubles we faced in finding branch records, the financial data file, and getting authorized access to our banks are now behind us. I have recovered the old data file and have been able to construct last years accounts, giving us 10 years of uninterrupted data. I have also reconciled the accounts with bank statements going back 2 years.

Accounting Changes for 2015.

1) To be able to produce accurate reports I decided to migrate the accounts from Quicken to Quickbooks. Quicken is personal finance software and does not have the ability to produce financial reports. Also it cannot track Funds Held in Trust.

2) Donations to specific funds should be held in trust until disbursed. Up until this period all fund donations have been treated as income, with disbursements treated as expenses. This an inaccurate classification of the transaction class. Also, with donations representing about 63% of the total receipts, it was impossible to produce meaningful financial reports or offer any analysis. Therefore the following funds have been moved to the Balance Sheet:

Building Fund. Heart Fund. Library Fund. Newsletter Fund. Scholarship Fund. China Fund.
New Zealand Quake Fund (closed)

These funds are closely tied up with operations and have been left on the P&L:

General Fund. Festivals Fund. First Class Fund

3) With those changes completed I am able to offer a current balance sheet:

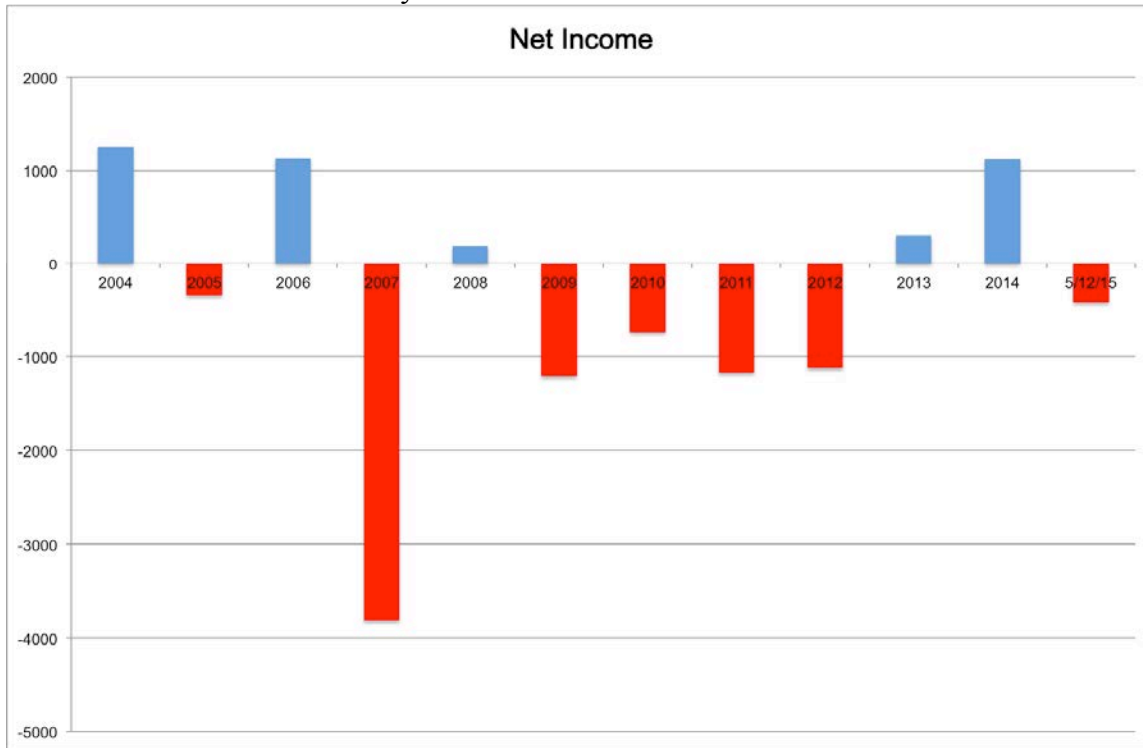
Balance Sheet

5/15/2015

ASNC 2014-2015	May 14, '15
ASSETS	
Current Assets	
Checking/Savings	
BB&T	12,928.26
Self Help CD	19,736.27
Total Checking/Savings	32,664.53
Other Current Assets	
Equipment	375.00
Total Other Current Assets	375.00
Total Current Assets	33,039.53
TOTAL ASSETS	33,039.53
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Funds	
Building Fund	25,099.97
China Fund	-1,190.50
Heart Fund	230.00
Library Fund	165.00
Newsletter Fund	1,779.69
New Zealand Quake	70.00
Scholarship Fund	643.12
Total Funds	26,797.28
Total Other Current Liabilities	26,797.28
Total Current Liabilities	26,797.28
Total Liabilities	26,797.28
Equity	
Opening Balance Equity	11,029.68
Retained Earnings	-4,365.41
Net Income	-417.02
Total Equity	6,247.25
TOTAL LIABILITIES & EQUITY	33,044.53

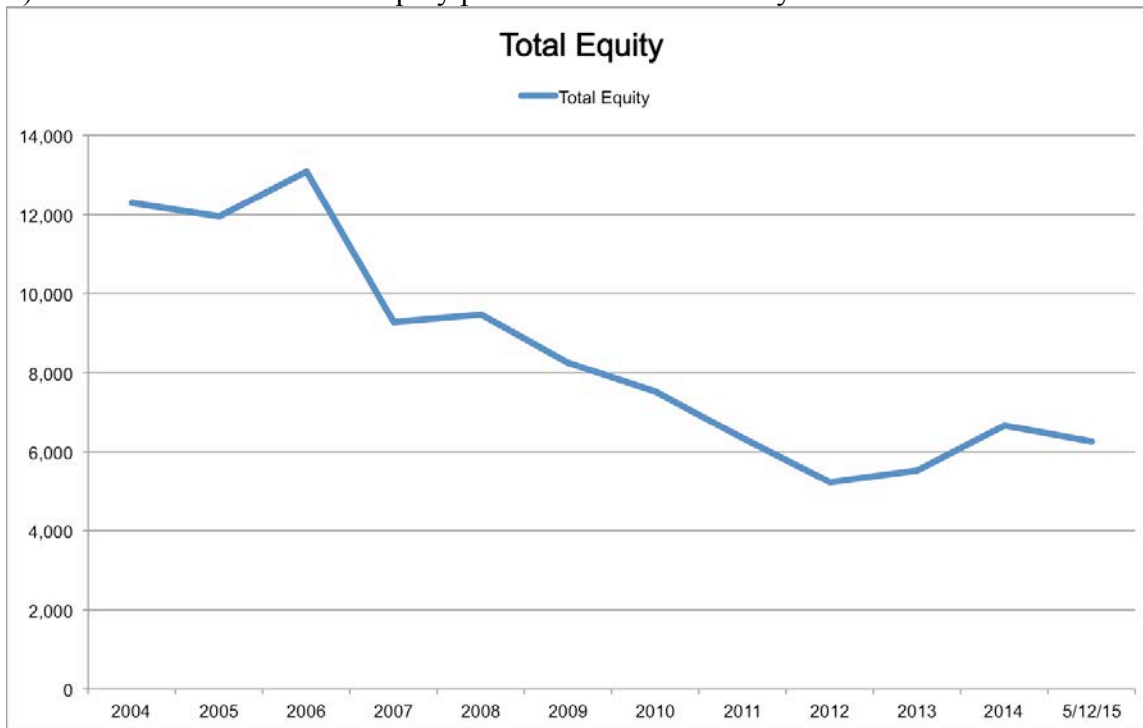
Note the total Assets which is in two bank accounts, Note also the liabilities which are the fund moneys being held.

4) I am also able to offer an analysis of the past 10 years of activity, showing trends. Here is a chart of income for the last 10 years:



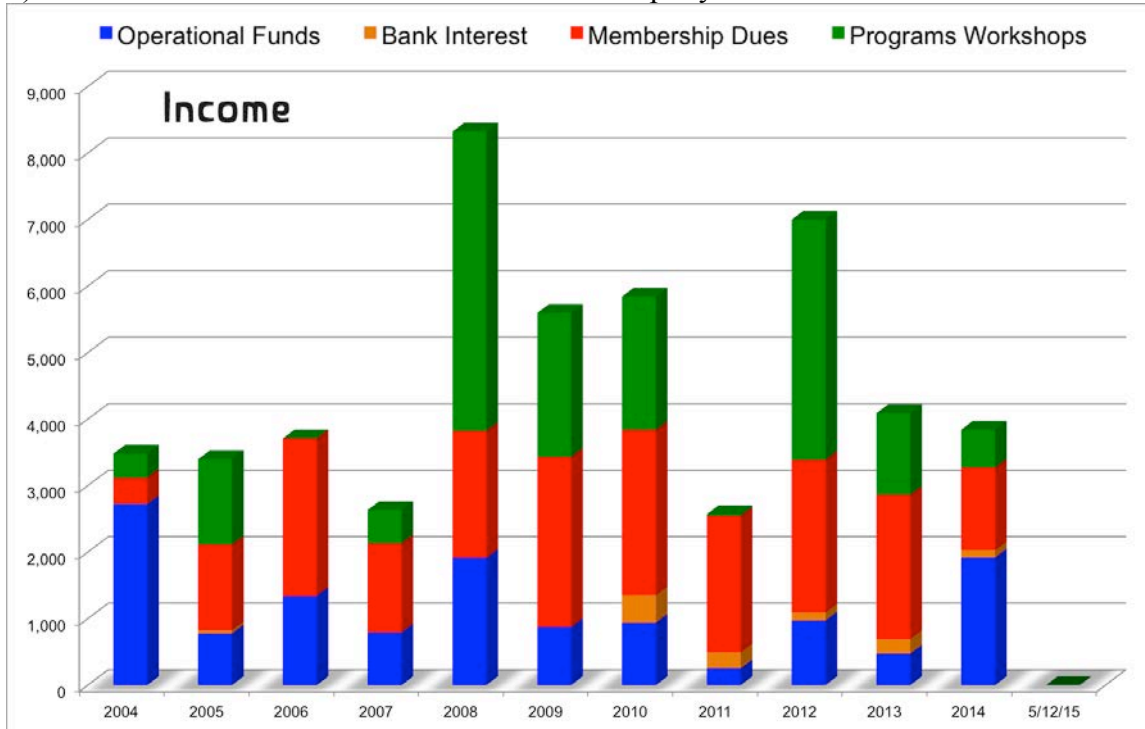
The red columns are years where expenditure was greater than income.

5) The next chart shows our equity position over the last 10 years:



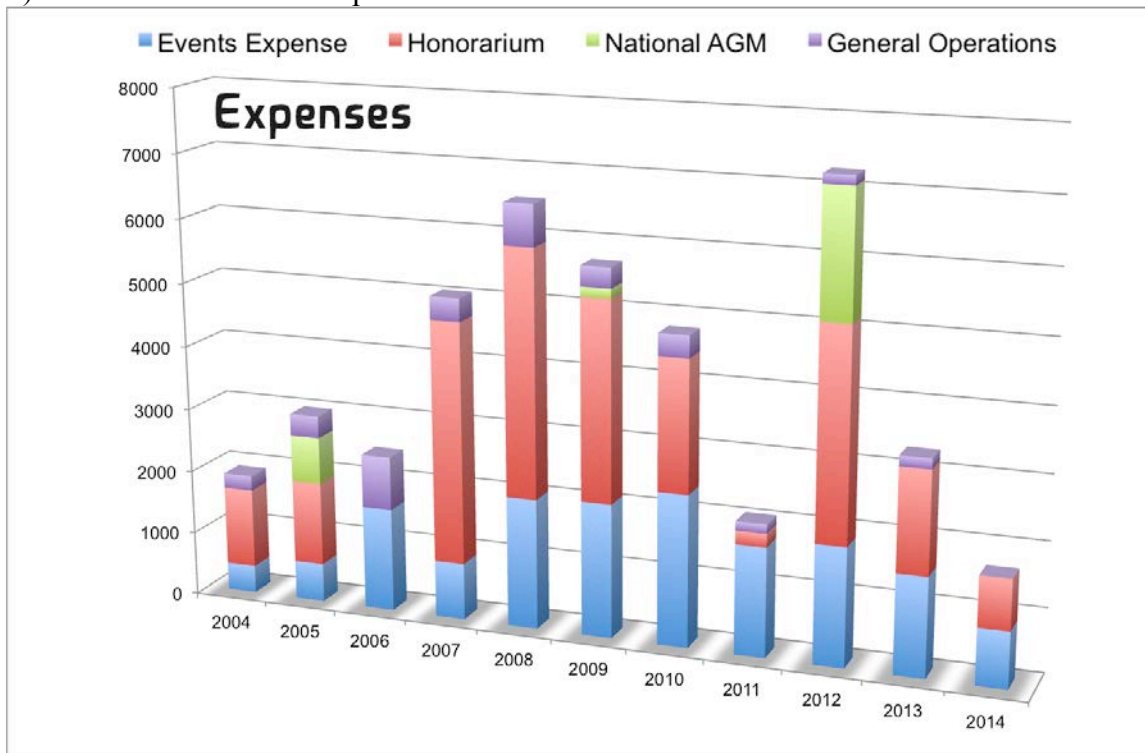
You can see the trend has been a reducing equity, which also reflects the overspending shown in the previous chart.

6) The next chart shows all the sources of income per year:



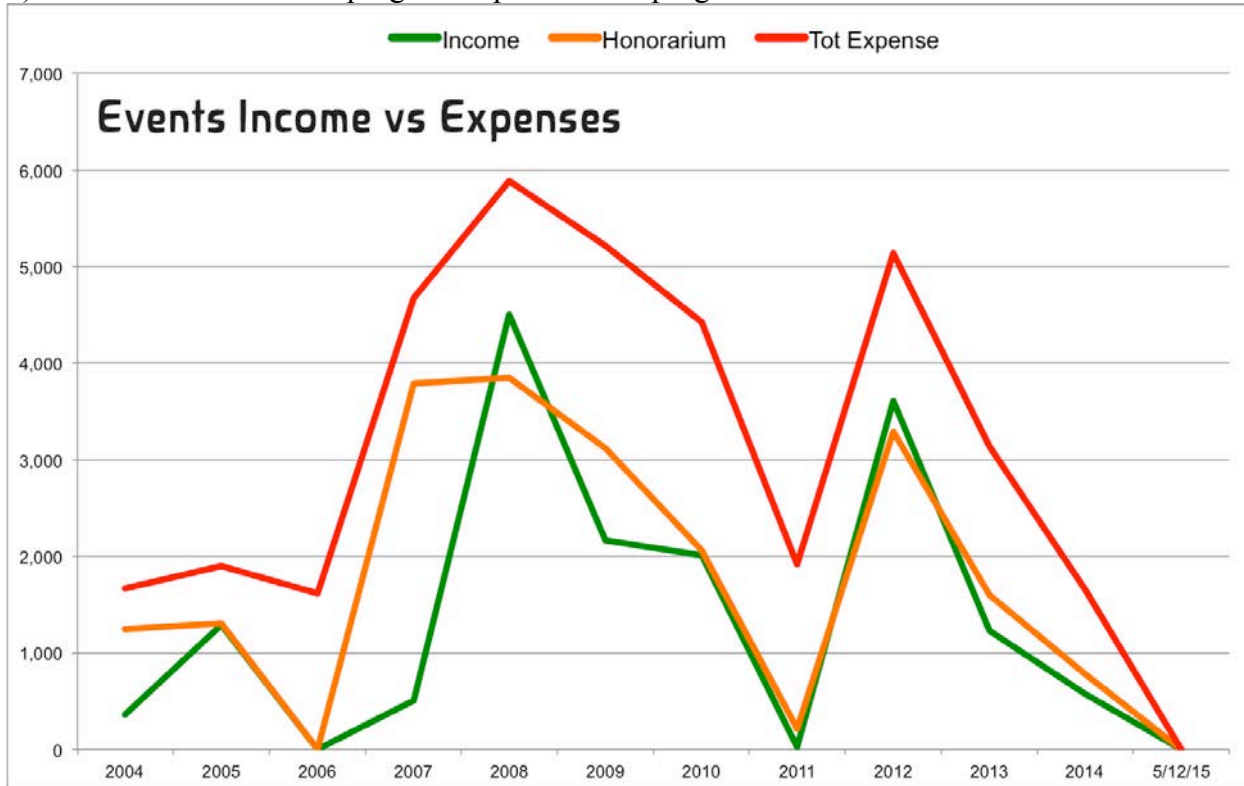
Note that 2008 and 2012 were the highest, mostly because of paid programs.

7) The next chart shows expenses:



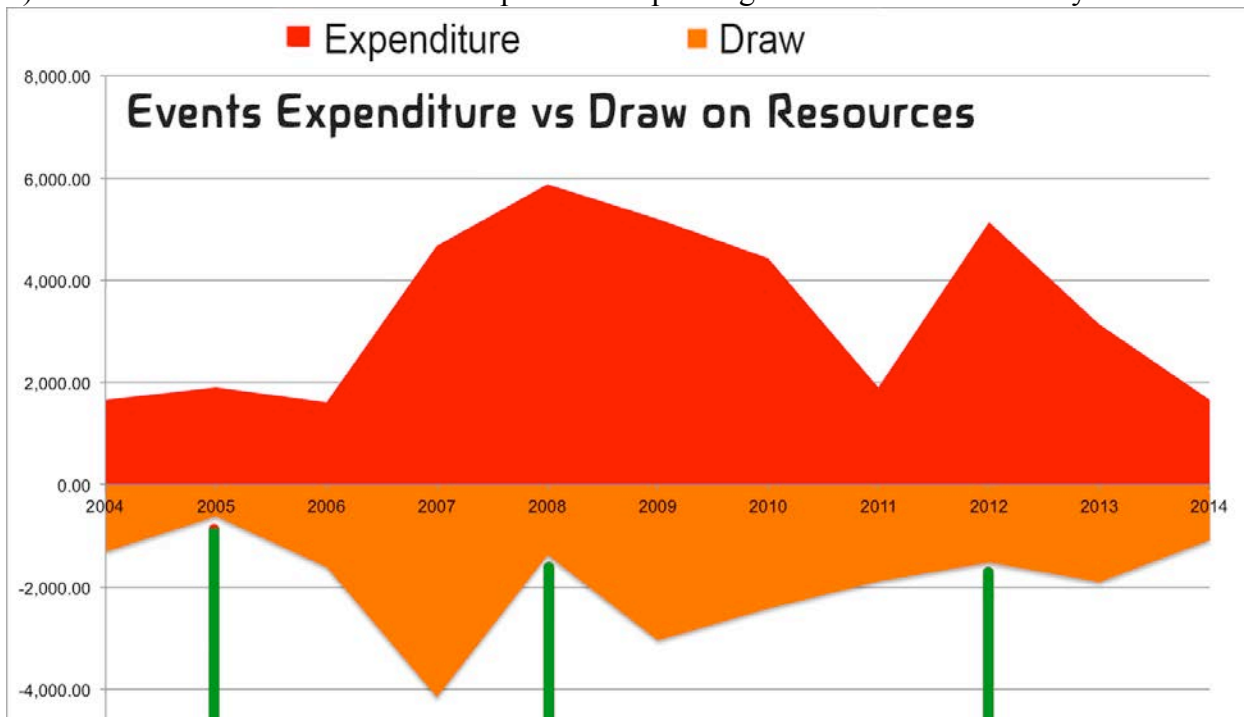
The largest expense is honorarium (payments to leaders or lecturers). It also shows that 2008 and 2012 had the highest expenses - matching the highest years of income.

8) The next chart matches program expenses with program income:



The red line is total expense and the green is Income. It is apparent that they follow each other but notice that they tend to move closer together when we spend more on bringing in speakers.

9) This last chart shows the relationship between spending and cost more effectively:



The red mountains are our program income. The orange troughs are the draw on our resources. There is always a draw but it can be less when we spend more. Programs can not only pay for themselves but can increase income for other uses.

In conclusion there is some cause for concern with the reduction in equity over the last 10 years. This shows an average of \$600 more expenses than income per year. In order that we can maintain our branch this trend must be halted and, preferably, reversed.

Some solutions to this problem may be:

Reducing costs.

Increasing the number of successful paid programs.

Higher membership dues.

An increase in memberships.

An increase in donations for General Fund.

I shall be working closely with the board on this problem and also welcome any ideas or insite from our members.

Robin Haynes – Treasurer.