



2012 AAR AUDIT DASHBOARD

The Executive Committee has reviewed the 2012 audit conducted by the accounting firm of Walker & Armstrong.

Financial Highlights:

The total assets for all funds (General Operating, Fixed Assets, Operating Reserve, Capital Reserve, Strategic Initiative Reserve and Issues Mobilization) are \$20,223,268 with total net assets of \$19,053,071. This represents an increase of \$130,896 in total net assets from 2011 audited figures due mainly to an increase in cash and cash equivalents.

2012 activity closed with \$130,551 income net over expenses. Depreciation for year 2012 was \$229,608. As a reminder, our Bylaws require that we recognize an amount annually in the Operating Budget for depreciation payable to the Capital Reserve. The 2012 Board of Directors set depreciation funding at \$206,468 for 2013.

Net Assets and Accumulated Operating Surplus:

At the end of 2012 there is an accumulated operating surplus of \$545,161. The surplus is comprised of: (a) current assets [*after excluding cash equivalents and investments that are committed as designated or restricted funds*]; (b) less current liabilities.

The Capital Reserve balance as of December 31, 2012 is \$2,047,878.

The Special Operating Reserve balance as of December 31, 2012 is \$4,924,970.

The Strategic Initiative Reserve balance as of December 31, 2012 is \$1,226,017.

Issues Mobilization Fund's balance, as of December 31, 2012 is \$7,876,213. of which \$349,651 is reserved for local association local issues requests.

Auditor Recommendations:

The audit firm of Walker and Armstrong had no recommendations with respect to the Association's financial process.

There are no irregularities reported. Copies of the 2012 AAR Audit are available at the check-in desk.