



2014 AAR AUDIT DASHBOARD

The Executive Committee has reviewed the 2014 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 \$22,623,304 with total net assets of \$20,547,457. This represents an increase of \$1,084,377 in total net assets from 2013 audited figures due mainly to an increase in membership dues revenue.

2014 activity closed with \$1,085,334 in income in excess of expenses. Depreciation for year 2014 was \$313,178. As a reminder, our Bylaws require that we recognize an amount annually in the Operating Budget for depreciation payable to the Capital Reserve. The Board of Directors set depreciation funding in the Capital Reserve at \$229,608 for 2014.

Net Assets and Accumulated Operating Surplus:

At the end of 2014 there is an accumulated operating surplus of \$1,203,308. 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, 2014 is \$2,372,808.

The Special Operating Reserve balance as of December 31, 2014 is \$5,531,554.

The Strategic Initiative Reserve balance as of December 31, 2014 is \$1,393,239.

Issues Mobilization Fund's balance, as of December 31, 2014 is \$7,155,910 of which \$323,361 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 2014 AAR Audit are available at the check-in desk.