



Alaska Association of School Business Officials

Financial Statements
Years Ended March 31, 2017 and 2016

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Contents

	<u>Page</u>
Independent Accountant's Compilation Report	1
Financial Statements	
Statements of Financial Position	4
Statements of Activities	5
Statements of Functional Expenses	6
Statements of Cash Flows	7
Notes to Financial Statements	8-10



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Independent Accountant's Compilation Report

Board of Directors
Alaska Association of School Business Officials
Juneau, Alaska

Management is responsible for the accompanying financial statements of Alaska Association of School Business Officials, which comprise the statements of financial position as of March 31, 2017 and 2016 and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed compilation engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

BDO USA, LLP

Anchorage, Alaska
September 11, 2017

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Financial Statements

Alaska Association of School Business Officials
Statements of Financial Position

<i>March 31,</i>	2017	2016
Assets		
Current Assets		
Cash	\$ 93,311	\$ 167,109
Liabilities and Net Assets		
Current Liabilities		
Deferred membership dues	\$ 9,394	\$ 7,594
Net Assets		
Unrestricted	76,213	151,994
Temporarily restricted	7,704	7,521
Total Net Assets	83,917	159,515
Total Liabilities and Net Assets	\$ 93,311	\$ 167,109

See accompanying notes to financial statements and independent accountant's compilation report.

Alaska Association of School Business Officials

Statements of Activities

Years Ended March 31,	2017	2016
Changes in Unrestricted Net Assets		
Support and Revenue		
Annual conference and membership fees	\$ 99,968	\$ 98,642
Other conference support	18,600	17,425
Procurement card revenue	48,857	45,761
Interest	15	15
Other	592	1,328
Net assets released from restrictions - purpose restrictions met	5,317	2,295
Total Support and Revenue	173,349	165,466
Expenses and Losses		
Program services	108,888	95,503
Support services - management and general	46,861	44,668
Loss from external fraud (note 5)	93,381	-
Total Expenses and Losses	249,130	140,171
Change in unrestricted net assets	(75,781)	25,295
Changes in Temporarily Restricted Net Assets		
Contributions	5,500	4,000
Net assets released from restrictions	(5,317)	(2,295)
Change in temporarily restricted net assets	183	1,705
Change in net assets	(75,598)	27,000
Net Assets, beginning of year	159,515	132,515
Net Assets, end of year	\$ 83,917	\$ 159,515

See accompanying notes to financial statements and independent accountant's compilation report.

Alaska Association of School Business Officials
Statements of Functional Expenses

<i>Year Ended March 31, 2017</i>	Program Services	Support Services - Management and General	Totals
Expenses			
Conferences and travel	\$ 98,292	\$ -	\$ 98,292
Contract services	-	41,943	41,943
Scholarships and awards	8,017	-	8,017
Professional services	-	4,918	4,918
Dues and fees	1,400	-	1,400
Postage and delivery	124	-	124
Other	1,055	-	1,055
Total Expenses	\$ 108,888	\$ 46,861	\$ 155,749
<i>Year Ended March 31, 2016</i>			
Expenses			
Conferences and travel	\$ 88,998	\$ -	\$ 88,998
Contract services	-	40,238	40,238
Scholarships and awards	3,995	-	3,995
Professional services	-	4,430	4,430
Dues and fees	1,450	-	1,450
Postage and delivery	120	-	120
Other	940	-	940
Total Expenses	\$ 95,503	\$ 44,668	\$ 140,171

See accompanying notes to financial statements and independent accountant's compilation report.

Alaska Association of School Business Officials

Statements of Cash Flows

<i>Years Ended March 31,</i>	2017	2016
Cash Flows from Operating Activities		
Change in net assets	\$ (75,598)	\$ 27,000
Adjustments to reconcile change in net assets to net cash from (for) operating activities:		
Changes in current liabilities:		
Deferred membership dues	1,800	-
Net cash from (for) operating activities	(73,798)	27,000
Net increase (decrease) in cash	(73,798)	27,000
Cash, beginning of year	167,109	140,109
Cash, end of year	\$ 93,311	\$ 167,109

See accompanying notes to financial statements and independent accountant's compilation report.

Alaska Association of School Business Officials

Notes to Financial Statements

Years Ended March 31, 2017 and 2016

(See Independent Accountant's Compilation Report)

1. Description of Organization

The Alaska Association of School Business Officials (Association) was founded in 1974 and is an affiliate of the Association of School Business Officials International (ASBO). ALASBO's mission is to promote excellence in school business management through professional development and recognition, research and continuing education, publications, and cooperation with other members of the educational community. ALASBO's regular and associate members represent business officials of public school districts in the State of Alaska, Alaska Department of Education and Early Development, and the business community.

2. Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Association have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Basis of Financial Statement Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards Codification (ASC) Topic 958, *Financial Statements of Not-for-Profit Organizations*. Under ASC 958, Alaska Association of School Business Officials is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Cash

Cash includes currency on hand, demand and time deposits with banks or financial institutions, and other amounts that have the general characteristics of demand deposits.

Public Support and Revenue Recognition

Contributions, including pledges, from the general public are recognized as public support when received. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

Contributions that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily or permanently restricted contributions based on the nature of the restriction. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of the amounts expected to be collected. Bequests are recognized at the time an unassailable right to the gift has been established and proceeds are measurable.

Alaska Association of School Business Officials

Notes to Financial Statements

Membership dues revenue is recognized in the period for which the dues are paid. Dues collected in advance are recorded as "deferred membership dues" on the accompanying statement of financial position.

Management Estimates and Assumptions

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Allocation of Functional Expenses

Functional expenses are allocated to program services and support services based on direct identification of expenses. Substantially all of the management and general expenses of the Association are borne by its members and their employers, board of directors, and committee members, with the exception of an executive management contract and professional fees related to preparation of the annual financial statements and preparation of the IRS form 990.

Income Taxes

The Association is a tax-exempt corporation under Section 501(c) (6) of the Internal Revenue Code. ALASBO applies the provisions of Topic 740 of the FASB Accounting Standards Codification relating to accounting for uncertainty in income taxes. ALASBO annually reviews its tax return and positions taken in accordance with the recognition standards. It is ALASBO management's opinion that it has no uncertain tax positions which would require disclosure or adjustment in these financial statements.

Program Services

Program services are those activities conducted by the Association that are in direct support of the Association's mission as described in note 1.

Subsequent Events

The Association has evaluated subsequent events through September 11, 2017, the date on which the financial statements were available to be issued.

3. Cash

The Association maintains demand and time deposits at one financial institution. Accounts at the institution are insured by the Federal Deposit Insurance Corporation.

Alaska Association of School Business Officials

Notes to Financial Statements

At March 31, 2017, cash consisted of the following:

	Bank Balance	Book Balance
Checking account	\$ 71,692	\$ 68,114
Savings account	25,197	25,197
Total Cash	\$ 96,889	\$ 93,311

At March 31, 2016, cash consisted of the following:

	Bank Balance	Book Balance
Checking account	\$ 145,386	\$ 141,927
Savings account	25,182	25,182
Total Cash	\$ 170,568	\$ 167,109

4. Temporarily Restricted Net Assets

Contributions received restricted for the purposes of providing awards and scholarships to school business officials or college students totaled \$5,500 and \$4,000 for the years ended March 31, 2017 and 2016, respectively. As of March 31, 2017 and 2016, the Association's total temporarily restricted contribution balances for this purpose totaled \$7,704 and \$7,521, respectively. The Association considers the restrictions met when awards or scholarships are paid, for the years ended March 31, 2017 and 2016, ALASBO paid scholarships and awards totaling \$5,317 and \$2,295, respectively, satisfying these restrictions.

5. Loss from External Fraud

During the year ended March 31, 2017, ALASBO experienced a loss due to a phishing scheme perpetrated against the organization. The loss, including costs to investigate, totaled \$93,381, net of recovery of \$6,500. ALASBO is working to recover additional funds, but does not anticipate any further funds will be recovered.