



**FINANCIAL STATEMENTS AND EVALUATION REPORT
FOR THE YEAR ENDED JUNE 30, 2012**

September 27, 2012

Association of Government Accountants
Nashville Chapter
P.O Box 198025
Nashville, TN 37219-9998

Dear Ms. Henry:

I have evaluated the statement of financial position of the Association of Government Accountants, Nashville Chapter, as of June 30, 2012, and the related statement of activities and statement of cash flows for the year then ended. These financial statements are the responsibility of the Chapter's management. My responsibility is to note discrepancies in the financial statements based on my evaluation.

I conducted my evaluation to look at records supporting the amounts in the financial statements, to consider internal controls over certain functions, and to inform you of any discrepancies that came to my attention. I believe that my evaluation provides a reasonable basis for my conclusion.

Based on my evaluation, the financial statements referred to above are substantially correct as presented.

This report is intended solely for the information and use of the Association of Government Accountants, National Office and Nashville Chapter, and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,


Sharon Shaneyfelt

Date: September 27, 2012

**Association of Government Accountants
Nashville Chapter
Statement of Financial Position
June 30, 2012
(UNAUDITED)**

Assets	
Cash and cash equivalents	\$ 60,845.62
Accounts receivable	<u>13,576.49</u>
Total assets	<u>74,422.11</u>
Liabilities	
Accounts payable	<u>3,449.25</u>
Total liabilities	<u>3,449.25</u>
Net assets, unrestricted	<u>\$ 70,972.86</u>

The accompanying notes are an integral part of the financial statements.

**Association of Government Accountants
Nashville Chapter
Statement of Activities
For the Year Ended June 30, 2012
(UNAUDITED)**

Revenues

Income from seminars	\$ 24,650.47
Monthly meeting fees	7,377.44
Social meeting income	205.00
Corporate sponsorship	5,000.00
Local membership dues	1,573.35
National recruitment scholarship	342.00
Other revenues and credits	256.60
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Total revenues	39,404.86

Expenses

Awards	\$ 5,213.10
Certified Governmental Financial Manager	1,261.46
Chapter administration	3,502.04
Community service	3,424.78
Early career	240.00
Education	9,293.56
Meetings and attendance	15,625.86
Membership	2,125.00
Newsletter	241.00
Program	2,235.00
Webmaster	137.40
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Total expenses	43,299.20

Decrease in net assets (3,894.34)

Net assets, July 1 74,867.20

Net assets, June 30 \$ 70,972.86

The accompanying notes are an integral part of the financial statements.

**Association of Government Accountants
Nashville Chapter
Statement of Cash Flows
For the Year Ended June 30, 2012
(UNAUDITED)**

Cash flows from operating activities	
Cash received from members and customers	\$ 21,889.02
Cash received from National Office	5,115.35
Cash received from sponsors	5,000.00
Cash paid for goods and services	(38,745.22)
Cash paid for scholarships	(3,750.00)
Net cash used by operating activities	<u>(10,490.85)</u>
Net decrease in cash and cash equivalents	(10,490.85)
Cash and cash equivalents, July 1	<u>71,336.47</u>
Cash and cash equivalents, June 30	<u>\$ 60,845.62</u>
Reconciliation of increase in net assets to net cash used by operating activities	
Decrease in unrestricted net assets	\$ (3,894.34)
Adjustments to reconcile decrease in net assets to net used by operating activities	
Increase in accounts receivable	(9,339.39)
Increase in accounts payable	<u>2,742.88</u>
Net cash used by operating activities	<u>\$ (10,490.85)</u>

The accompanying notes are an integral part of the financial statements.

**Association of Government Accountants
Nashville Chapter
Notes to the Financial Statements**

**June 30, 2012
(UNAUDITED)**

Note 1—Reporting Entity

The Association of Government Accountants (AGA) is an international, professional, not-for-profit organization exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. A majority of its members are engaged in governmental auditing, accounting, budgeting, and related management activities. AGA's objectives include education in government-related fields, the advancement of financial management principles and standards, and the promotion of professional and ethical standards. The Nashville Chapter includes members from Nashville, Tennessee and surrounding communities.

Note 2—Summary of Significant Accounting Policies

The accompanying financial statements of the Association of Government Accountants, Nashville Chapter, have been prepared in conformity with accounting principles generally accepted in the United States of America as prescribed by the Financial Accounting Standards Board. The operations are accounted for using the accrual basis of accounting and the economic resources measurement focus. All assets and liabilities are included on the statement of financial position. Revenues are recognized when earned, and expenses are recognized when incurred.

Note 3—Cash and Cash Equivalents

At June 30, 2012, the carrying amount of the chapter's deposits was \$60,845.62, and the bank balance was \$65,324.62. This bank balance was insured.