

Nevada Section Finance Report

Toward the end of 2006, the Nevada Section was in good financial condition. The value of all funds in the Section's various accounts was \$93,462.65. The Section's funds are held two cash equivalent and three investment accounts. The cash equivalent accounts include a checking account (Bank of America) used to pay most operating expenses and receive deposits. Normally, the Section tries to keep a relatively small balance in this account and the bulk of its liquid assets in a money market (American Express) account. The intent of the money market account is to provide easy access to funds for large purchases/expenses to meet short-term needs without having to tap long-term investments. The three investment accounts are low cost mutual funds: Meridian Growth, Meridian Value and American Century Equity Income.

The money in our five accounts are spread across five operating funds. These are general funds, youth activity funds, scholarship funds, endowment funds, and the high school youth forum endowment. As of December 2, 2006, Section funds had the following distribution:

Account	General	Youth	Scholarship	Endowment	HSYF Endowment	Account Balance
Checking	7,873.16	3,423.42		500.00		11,796.58
Am Exp MM		2,600.16	2,722.92	11,601.35	10,707.02	27,631.45
Meridian Growth			20,261.33			20,261.33
Meridian Value			20,905.42			20,905.42
American Century EI				12,867.87		12,867.87
Fund Balances	7,873.16	6,023.58	43,889.67	24,969.22	10,707.02	93,462.65

The current balance of the checking account has been kept high because of possible expenses for the annual meeting in Reno. It will be reduced once all meeting expenses are finalized. For 2006, each of the mutual funds in which the Section invested returned at least 16%. This was well above the stock market average for the S&P500 (12%) and the NASDAQ (10%). Through March 27, 2007 our mutual funds have returned from -0.12 to 4.43%. The average return for the S&P500 was -0.14%. Our investments continue to perform better than the stock market as a whole.

Budget Report

For fiscal year 2006 (October 1, 2005 through September 30, 2006) the Section's income was \$28,172, which exceeded a projected income of 25,065. Expenses for the FY totaled \$11,919, \$1,900 less than budgeted.

The higher income was largely from a summer meeting that brought in \$4,702. Much of our income in FY2006 was from one-time sources. This includes \$10,409 in donations to

the High School Youth Forum Endowment Fund, \$6,984 in receipts for the 2007 annual meeting in Reno. The latter were pass through funds from Denver and neither enhance or detract from the Section's bottom line.

Discretionary funds the society can use for programs and/or initiatives largely come from two sources: the dues rebate from Denver and the summer and winter Section meetings. The dues rebate averages about \$750 per year. Income from Section meetings is highly variable. The bottom line is that one poorly attended meeting typically results in little income if not a substantial loss and deficit spending.

**Nevada SRM FY2006 Banking Summary
10/1/2005 through 9/30/2006**

INCOME

Endowment Fund Income

Other Endowment Fund Income 500.00

TOTAL Endowment Fund Income 500.00

General Fund Income

2007 Meeting - Raffle 2,588.00

2007 Meeting - Scarves 170.00

2007 Meeting - Sponsorship 700.00

Dues Rebate 730.00

Refund 2.10

Refund Bank Charge 10.00

SRM 2007 Expense Refund 3,526.37

Summer Meeting 4,702.00

Winter Meeting 705.00

TOTAL General Fund Income 13,133.47

Youth Fund Income

Donation NWF 1,000.00

HSYF Donations 10,409.95

Range Camp Fees 3,129.35

TOTAL Youth Fund Income 14,539.30

Dividend Income

811.31

TOTAL INCOME 28,984.08

EXPENSES

General Fund Expense

2007 Meeting Expense 3,096.01

Awards 315.95

Bank Fees 39.78

Cattlemens Booth 500.00

Election Items 53.30

Executive VP Travel 1,000.00

Member Promotion 170.54

Newsletter 237.25

Summer Meeting	2,154.86
Summer Meeting Reg Refund	130.00
TOTAL General Fund Expense	7,697.69
Youth Fund Expenses	
Clerical-Postage	104.61
Equipment Trailer	100.00
Food	1,847.19
Gift Certificates Cooks	360.00
HSYF	1,276.80
Insurance	450.00
Supplies	82.76
TOTAL Youth Fund Expenses	4,221.36
TOTAL EXPENSES	11,919.05