

**AMERICAN IRIS SOCIETY
TREASURER'S REPORT
FOR FISCAL YEAR ENDED SEPTEMBER 30, 2007**

SUMMARY

Overall, net income for the year was \$3,566.38. This is made up of an operating loss of \$11,581.85 in the General Fund and a net income of \$15,148.23 in the Restricted Funds.

GENERAL FUND INCOME & EXPENSES

The General Fund generated a loss for this fiscal year for a number of reasons:

1. Gross income did not meet budgeted income by \$7,384. This came from an overestimation of expected income in all areas except Slides/Programs.
2. Expenses exceeded budgeted expenses by \$4,403.
3. Expenses exceeded budgeted expenses in several areas, such as Webmaster Exp, Youth Exp, MemSec Contract Labor, Registrar/Recorder Contract Labor, and Calendar Expense due to the payment of last year's expenses in this fiscal year and the proper payment of most of the current year expenses before September 30th.
4. Unspent monies of \$2,500 for Scientific Research & Grants were expensed in the General Fund and transferred (as income) to the Scientific Restricted Fund. This was discussed and approved at last Fall's Board meeting.

If all expenses had been paid in the proper fiscal year, there would not have been an operating loss in the General Fund. We actually spent less money than budgeted for expenses for this fiscal year. Bob Pries donated the monthly expense for the OnLine ads that had been budgeted at \$900. Expenses are caught up in all areas except Public Relations. There is still a bill for the Spring 2007 Fine Gardening Ad of about \$1,000 that has not been paid yet.

After this report is prepared but before the Fall Board meeting, Bob Main with Hartford Insurance Co. will be auditing our records to update their files on our number of members, affiliates, and operational activities. I will give a verbal report on this meeting in North Carolina.

RESTRICTED FUNDS

Restricted Fund Income and Expenses are not budgeted due to the unpredictability of donations.

Donations were very generous to the Insurance Fund (\$5,450), Electronic Services Fund (\$4,577), and the AIS Library Fund (\$3116). Donations to the AIS Library Fund continue to cover all annual expenses of running the library. No General Funds are used for this service.

The Life Member Dues Fund was increased for new Life members (\$1,990) during the year and reduced by an estimation of the cost of 2 deceased life members (\$389).

The Clair Barr Library Fund of \$1,695 was transferred to the AIS Foundation as previously approved by the Board of Directors.

Additional Restricted Fund monies are anticipated from the Estate of Jimmy Jones (Region 15) and from the 2007 Oklahoma City Convention to be used to fund expenses for Youth members.

INVESTMENTS

General Unrestricted Investments:

Edward Jones Money Market Acct earns 4.28%
Liberty Bank CD earns 5% and is due 1-30-08.

Restricted Funds Investments:

Edward Jones Money Market Acct earns 4.28%
Savings Bank of Mendocino CD earns 4.27% and is due on March 12, 2008
Morgan Stanley Bank CD earns 5.20% and is due on Nov 14, 2007
Liberty Bank CD earns 5% and is due 1-30-08.

BUDGET FOR 2007-2008

Attached to the packet of financial statements is a detailed Draft Budget. I broke out subcategories of expenses under several large operational areas, such as Public Relations, Membership, and Storefront. The Notes to the Draft Budget will help explain how expenses exceeded budget during this fiscal year and that they are not anticipated again next year.

Over my two years as Treasurer, several things have been changed or updated to help provide more accurate financial information on AIS operations. Income and Expenses for all Restricted Funds are accounted for separately and a new financial statement for the Restricted Funds has been implemented. The Life Member Dues Fund is now adjusted annually for an estimation of the costs of deceased members.

Respectfully Submitted,

Jill Bonino
Treasurer
10-26-07