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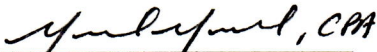
Executive Committee  
Association of Government Accountants  
New York Chapter  
PO Box 1923  
Albany, NY 12201-1923

Officers and Directors:

I have reviewed the accompanying Balance Sheet of the New York Chapter of the Association of Government Accountants (the Chapter) as of June 30, 2011, together with the related Statements of Operations and Cash Flows for the year then ended, in accordance with standards established by the American Institute of Certified Public Accountants. All information in these financial statements is the representation of the management of the Chapter.

A review consists principally of inquiries of Chapter personnel and analytical procedures applied to financial data. It is substantially less in scope than an examination in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

  
Michael Morrell, CPA

September 29, 2011

**NY Capital Chapter AGA**  
**Balance Sheet**  
As of June 30, 2011

	<b>June 30, 2011</b>
<b>ASSETS</b>	
<b>Current Assets</b>	
<b>Checking/Savings</b>	
Citizens Bank	\$ 6,256.85
First Niagara Checking	11,623.86
First Niagara MM	20,122.29
<b>Total Checking/Savings</b>	<b>\$ 38,003.00</b>
<b>Accounts Receivable</b>	
Account Receivable	1,004.76
<b>Total Accounts Receivable</b>	<b>\$ 1,004.76</b>
<b>Other Current Assets</b>	
Prepaid Expense	-
<b>Total Other Current Assets</b>	<b>\$ -</b>
<b>Total Current Assets</b>	<b>\$ 39,007.76</b>
<b>Other Assets</b>	
TCTC Seed (Note 2)	3,000.00
<b>Total Other Assets</b>	<b>\$ 3,000.00</b>
<b>TOTAL ASSETS</b>	<b>\$ 42,007.76</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
<b>Accounts Payable</b>	
Accounts Payable	\$ -
<b>Total Accounts Payable</b>	<b>\$ -</b>
<b>Total Current Liabilities</b>	<b>\$ -</b>
<b>Total Liabilities</b>	<b>\$ -</b>
<b>Equity</b>	
Fund Balance	\$ 36,645.52
Net Income	5,362.24
<b>Total Equity</b>	<b>\$ 42,007.76</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>\$ 42,007.76</b>

\* See Accountant's Review Report

**NY Capital Chapter AGA**  
**Profit & Loss Statement of Operations**  
Year Ended June 30, 2011

**Income**

<b>Program Revenue</b>	
TCTC Program Revenue (Note 2)	\$ 11,658.77
Program Revenue - Other	<u>38,980.99</u>
<b>Total Program Revenue</b>	<b>\$ 50,639.76</b>

<b>Sponsorship Income</b>	<u>1,972.00</u>
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<b>Total Income</b>	<b>\$ 52,611.76</b>
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**Expense**

Audit	\$ 350.00
Awards	1,383.07
CC Transaction Fees	415.09
Cosponsor Share	10,309.62
Donations	3,563.80
Facilities	2,254.85
Food	16,449.57
Golf Fees	1,485.34
Miscellaneous	440.60
Postage	310.00
Printing	1,000.89
Prizes	285.95
Professional Development	5,355.10
Speaker	6,206.70
Supplies	1,409.52
Website	<u>370.40</u>

<b>Total Expense</b>	<b>\$ 51,590.50</b>
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<b>Net Income (Loss) Before Other Items</b>	<b>\$ 1,021.26</b>
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**Other Income**

Bank Interest	\$ 34.38
Cosponsor Share	2,073.60
Flower Collection	1,233.00
Raffle Collection	<u>1,000.00</u>

<b>Total Other Income</b>	<b>\$ 4,340.98</b>
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<b>Net Income</b>	<b>\$ 5,362.24</b>
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\* See Accountant's Review Report

**NY Capital Chapter AGA**  
**Statement of Cash Flows**  
Year Ended June 30, 2011

**Operating Activities**

Net Income	\$ 5,362.24
 (Increase)/Decrease in:	
Accounts Receivable	380.90
Prepaid Expenses	2,929.20
 Increase/(Decrease) in:	
Accounts Payable	<u>(2,157.52)</u>
 Net Cash Provided by	
Operating Activities	\$ 6,514.82
Cash, Beginning of Period	<u>31,488.18</u>
Cash, End of Period	<u><u>\$ 38,003.00</u></u>

\* See Accountant's Review Report

**Association of Government Accountants, New York Capital Chapter**

**June 30, 2011**

**NOTES TO THE FINANCIAL STATEMENTS**

**Note 1 - Summary of Significant Accounting Policies and General Information**

**Organization** – The Association of Government Accountants New York Capital Chapter (AGA) is a professional organization of members whose work includes accounting, auditing, budgeting, and related fields in Federal, state, and local government. AGA's program revenues are derived principally from professional educational conferences and workshops.

**Basis of Presentation** – The accompanying financial statements have been prepared on the accrual basis of accounting.

**Use of Estimates** – 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.

**Cash and Cash Equivalents** – Cash and cash equivalents include cash on hand and other financial instruments with an original maturity of less than one year.

**Cash Concentration** – The AGA places its cash with financial institutions. The accounts are insured with the Federal Deposit Insurance Corporation (FDIC) for up to \$250,000.

**Accounts Receivable** – Accounts receivable are reported at their outstanding balances. Accounts receivable are charged off based on management's case-by-case determination that they are uncollectible.

**Fund Balance and Net Income** – Fund Balance and Net Income include unrestricted revenues and contributions received without restrictions. Fund Balance and Net Income are available for operations.

**Income Taxes** – AGA is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

**Commitments** – AGA has entered into several contracts with hotels for accommodations for future meetings and conferences. Under the contracts, AGA could be liable for certain liquidated damages in the event of a cancellation. Based on prior experience,

\* See Accountant's Review Report

management believes that the likelihood that AGA would pay any liquidated damages under these contracts is remote.

**Subsequent Events** – AGA has evaluated subsequent events through August 2010, the date on which financial statements were available to be issued.

## **Note 2 - The Conference That Counts (TCTC)**

The AGA participates in a joint activity called TCTC with two other non-profit organizations, The Institute of Internal Accountants, Albany NY Chapter (IIA) and Information Systems Audit and Control Association, Hudson Valley Chapter (ISACA). The activity is an annual three (3) day training event, which is jointly planned and operated by the three (3) organizations. Profits or losses from the event are shared equally (one third each). Each organization has advanced the joint activity \$3,000 as a permanent loan to seed operations between events. The AGA's \$3,000 loan to TCTC is included in Other Assets.

The TCTC's fiscal year ends July 31 and issues separate financial statements. The TCTC's unaudited summarized Income Statement for fiscal year ended July 31, 2011 is:

### **Revenues**

Registration Fees	\$116,210	
Sponsorships	3,500	
Miscellaneous	<u>\$1,740</u>	
<b>Total Revenue</b>		<b>\$121,450</b>

### **Expenses**

Speaker Costs	\$18,808	
Venue Costs	\$53,932	
Other	<u>\$14,018</u>	
<b>Total Expenses</b>		<b><u>\$86,758</u></b>

**Net Income** **\$34,691**

**Net Income for Each Participating Organization** **\$11,564**

The AGA's share of the TCTC's Net Income for the current fiscal year was \$11,564. This amount is included in Program Revenue in the accompanying financial statements.