

New York Library Association

**Financial Statements
Year Ended June 30, 2015**



BRYANS & GRAMUGLIA
CPAs, LLC

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Independent Auditors' Report

To the Councilors of
New York Library Association

Report on the Financial Statements

We have audited the accompanying financial statements of New York Library Association (a nonprofit organization), which comprise the statement of financial position as of June 30, 2015, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

As explained in Note 2 to the financial statements, New York Library Association prepares its financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America with the exception of membership dues revenue. This revenue is recognized when received instead of when earned. The effects on the accompanying financial statements due to this departure from accounting principles generally accepted in the United States of America have not been determined.

As also explained in Note 2 to the financial statements, New York Library Association does not include the assets, liabilities, net assets, revenues and expenses of its Sections, Roundtables and Groups in its financial statements. Instead, this information is summarized in the accompanying notes to the financial statements. Accounting principles generally accepted in the United States of America require that all assets, liabilities, net assets, revenues, and expenses of an entity and its segments be included in its financial statements. As demonstrated in Note 9, the effect of this departure from accounting principles generally accepted in the United States of America is an understatement of net assets of \$436,572 at June 30, 2015, an understatement of revenues of \$386,406, and an understatement of expenses of \$373,346 for the year then ended.

Qualified Opinion

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of New York Library Association as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter - Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information on pages 16 through 20 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Report on Summarized Comparative Information

We have previously audited New York Library Association's 2014 financial statements, and we expressed a qualified audit opinion on those audited financial statements in our report dated October 30, 2014. In our opinion, except for the effects described in the preceding paragraph, the summarized comparative information presented herein as of and for the year ended June 30, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Bryans & Gramuglia CPAs, LLC

Albany, New York

October 12, 2015

New York Library Association
Statement of Financial Position
For the Year Ended June 30, 2015
(With Comparative Totals for June 30, 2014)

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2015 Totals</u>	<u>2014 Totals</u>
ASSETS				
Current Assets				
Cash and cash equivalents	\$ 444,619	\$ -	\$ 444,619	\$ 328,043
Marketable securities	1,258,369	-	1,258,369	1,274,193
Due (to) from other funds	(110,074)	110,074	-	-
Accounts receivable	6,922	-	6,922	77,711
Prepaid expenses	28,412	-	28,412	26,868
Total Current Assets	<u>1,628,248</u>	<u>110,074</u>	<u>1,738,322</u>	<u>1,706,815</u>
Property, Plant and Equipment				
Land	27,500	-	27,500	27,500
Buildings and improvements	607,599	-	607,599	607,599
Furniture and fixtures	16,389	-	16,389	16,389
Equipment	58,609	-	58,609	60,848
Total	<u>710,097</u>	<u>-</u>	<u>710,097</u>	<u>712,336</u>
Less accumulated depreciation	194,762	-	194,762	173,450
Net Property, Plant and Equipment	<u>515,335</u>	<u>-</u>	<u>515,335</u>	<u>538,886</u>
TOTAL ASSETS	<u>\$ 2,143,583</u>	<u>\$ 110,074</u>	<u>\$ 2,253,657</u>	<u>\$ 2,245,701</u>
LIABILITIES AND NET ASSETS				
Current Liabilities				
Accounts payable	\$ 44,379	\$ -	\$ 44,379	\$ 47,322
Accrued expenses	23,024	-	23,024	22,049
Current portion of long-term debt	11,116	-	11,116	9,690
Deferred revenue	44,301	-	44,301	62,464
Due to sections	416,460	-	416,460	407,559
Due to roundtables	16,843	-	16,843	15,913
Due to groups	3,269	-	3,269	1,040
Total Current Liabilities	<u>559,392</u>	<u>-</u>	<u>559,392</u>	<u>566,037</u>
Other Liabilities				
Long-term debt, net of current portion	189,410	-	189,410	201,188
Total Liabilities	<u>748,802</u>	<u>-</u>	<u>748,802</u>	<u>767,225</u>
Net Assets				
Unrestricted				
Undesignated	244,642	-	244,642	238,056
Board designated				
Capital fund	47,302	-	47,302	47,302
Fund for future	1,041,001	-	1,041,001	1,041,675
Excelsior fund	61,836	-	61,836	49,887
Total Board designated net assets	<u>1,150,139</u>	<u>-</u>	<u>1,150,139</u>	<u>1,138,864</u>
Total unrestricted net assets	1,394,781	-	1,394,781	1,376,920
Temporarily restricted net assets	-	110,074	110,074	101,556
Total Net Assets	<u>1,394,781</u>	<u>110,074</u>	<u>1,504,855</u>	<u>1,478,476</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 2,143,583</u>	<u>\$ 110,074</u>	<u>\$ 2,253,657</u>	<u>\$ 2,245,701</u>

New York Library Association
Statement of Activities and Changes in Net Assets
For the Year Ended June 30, 2015
(With Comparative Totals for the Year Ended June 30, 2014)

	Unrestricted		Temporarily Restricted	2015 Totals		2014 Totals	
	Undesignated	Board Designated					
Support and Revenue							
Conference	\$ 294,792	\$ -	\$ -	\$ 294,792	\$ -	\$ 207,291	\$ 7,500
Scholarship Fund event	-	-	8,960	8,960	-	216,769	15,254
Membership dues	175,601	58,558	-	234,159	-	3,900	3,390
Fund contributions	-	1,985	2,249	4,234	-	1,474	5,400
Dewey Fellowship	-	-	3,900	3,900	-	160,678	1,537
Disaster Relief fund	-	-	1,474	1,474	-	27,478	3,455
Lake Placid Scholarship	-	-	5,400	5,400	-	3,455	24,765
Grant revenue	160,678	-	-	160,678	-	11,392	10,921
Bulletin advertising	1,537	-	-	1,537	-	38,000	13,613
Continuing education	27,478	-	-	27,478	-	711	762,943
Promotional item sales	3,455	-	-	3,455	-	(13,613)	711
Interest and dividends	24,765	31,520	-	56,285	-	(711)	92,063
Marketing revenue	11,392	-	-	11,392	-	859	13,613
Committees	10,921	-	-	10,921	-	(13,613)	711
Other revenue	38,000	-	859	38,859	-	859	38,000
Net assets released from restrictions:							
Satisfaction of purpose restrictions			(13,613)				
Satisfaction of time restrictions			(711)				
Total Support and Revenue	<u>762,943</u>	<u>92,063</u>	<u>8,518</u>	<u>863,524</u>	<u>828,593</u>		
Expenses							
General and administrative	560,246	54,167	-	614,413	615,838		
Conference	142,594	-	-	142,594	114,602		
Committees	34,094	-	-	34,094	23,058		
Interest expense	10,735	-	-	10,735	11,060		
Total Expenses	<u>747,669</u>	<u>54,167</u>	<u>-</u>	<u>801,836</u>	<u>764,558</u>		
Income (Loss) from Operations	<u>15,274</u>	<u>37,896</u>	<u>8,518</u>	<u>61,688</u>	<u>64,035</u>		
Non-operating income (expense)							
Realized gain (loss) on sale of marketable securities, net	-	30,841	-	30,841	4,744		
Unrealized gain (loss) on marketable securities, net	(8,688)	(57,462)	-	(66,150)	84,223		
Total Non-operating income (expenses)	<u>(8,688)</u>	<u>(26,621)</u>	<u>-</u>	<u>(35,309)</u>	<u>88,967</u>		
Change in Net Assets	6,586	11,275	8,518	26,379	153,002		
Net Assets, Beginning of Year	238,056	1,138,864	101,556	1,478,476	1,325,474		
Net Assets Designated by the Board	-	-	-	-	-		
Net Assets, End of Year	<u>\$ 244,642</u>	<u>\$ 1,150,139</u>	<u>\$ 110,074</u>	<u>\$ 1,504,855</u>	<u>\$ 1,478,476</u>		

See accompanying notes to financial statements.

New York Library Association
Statement of Cash Flows
For the Year Ended June 30, 2015
(With Comparative Totals for the Year Ended June 30, 2014)

	<u>2015</u>	<u>2014</u>
Cash Flows From Operating Activities		
Change in Net Assets	\$ 26,379	\$ 153,002
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	23,551	22,911
Realized (gain) loss on sale of marketable securities, net	(30,841)	(4,744)
Unrealized (gain) loss on marketable securities, net	66,150	(84,223)
(Increase) decrease in assets:		
Accounts receivable	70,789	93,605
Prepaid expenses	(1,544)	(1,901)
Increase (decrease) in liabilities:		
Accounts payable	(2,943)	8,701
Accrued expenses	975	(3,652)
Deferred revenue	(18,163)	(2,269)
Due to sections	8,901	15,020
Due to roundtables	930	2,778
Due to groups	2,229	1,040
Net Cash Provided (Used) by Operating Activities	<u>146,413</u>	<u>200,268</u>
Cash Flows From Investing Activities		
Purchase of investments	(202,117)	(436,854)
Proceeds from sales of investments	182,632	152,163
Acquisition of property, plant and equipment	-	(21,284)
Net Cash Provided (Used) by Investing Activities	<u>(19,485)</u>	<u>(305,975)</u>
Cash Flows From Financing Activities		
Repayment of long-term debt	(10,352)	(8,269)
Net Cash Provided (Used) by Financing Activities	<u>(10,352)</u>	<u>(8,269)</u>
Net Increase (Decrease) in Cash	116,576	(113,976)
Cash and Cash Equivalents, Beginning of Year	<u>328,043</u>	<u>442,019</u>
Cash and Cash Equivalents, End of Year	<u>\$ 444,619</u>	<u>\$ 328,043</u>
Supplemental Information		
Cash paid for interest	<u>\$ 10,735</u>	<u>\$ 11,060</u>

**New York Library Association
Notes to Financial Statements
June 30, 2015 (With Comparative for 2014)**

1. NATURE OF OPERATIONS

New York Library Association (NYLA), incorporated on November 19, 1929, is a not-for-profit organization whose primary objectives are the development and improvement of library and information services and the promotion of library and information professionalism throughout the State of New York.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements are prepared in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP) for not-for-profit entities, except as noted below.

NYLA recognizes revenue from membership dues when received. U.S. GAAP requires revenue to be recognized when earned. In addition, NYLA does not report the assets, liabilities, net assets, revenues and expenses of its Sections, Roundtables and Groups in the financial statements. U.S. GAAP requires that all assets, liabilities, net assets, revenues, and expenses of all segments of an entity in its financial statements.

Cash and Cash Equivalents

For purposes of the statements of financial position and cash flows, NYLA considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. Cash and cash equivalents include time deposits and certificates of deposit within the three month timeframe.

Risks and Uncertainties

Investment securities are exposed to various risks, such as interest rate, market economic conditions, world affairs and credit risks. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the fair value of investment securities, it is at least reasonably possible that changes in risks in the near term could materially affect the net assets of NYLA.

Accounts Receivable and Bad Debts

Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status on individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. NYLA considered accounts receivable to be fully collectible, and accordingly, no allowance for doubtful accounts exists for the years ended June 30, 2015 and 2014. There was no bad debt expense for the years ended June 30, 2015 and 2014.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Property, Plant and Equipment and Depreciation

Property, plant and equipment purchased using NYLA funds are stated at acquisition cost less accumulated depreciation. Donated assets are recorded at fair market value at the date of donation less accumulated depreciation. Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations on a straight-line basis over their estimated lives, which vary from five to thirty years.

Depreciation expense was \$23,551 and \$22,911 for the years ended June 30, 2015 and 2014, respectively.

Maintenance and repairs are charged to operations when incurred; betterments and renewals are capitalized. When property, plant and equipment is sold or otherwise disposed of, the asset account and related accumulated depreciation account are relieved, and any gain or loss is included in operations.

Long-lived assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire long-lived assets are reported as restricted support. It is NYLA's policy to imply a time restriction based on the useful lives of those assets, on donations of long-lived assets that are restricted as to their use by the donor. Accordingly, those donations are recorded as support increasing temporarily restricted net assets. NYLA reclassifies temporarily restricted net assets to unrestricted net assets each year for the amount of the donated long-lived assets' depreciation expense.

Long-lived assets to be held and used are tested for recoverability whenever events or changes in circumstances indicate that the related carrying amount may not be recoverable. When required, impairment losses on assets to be held and used are recognized based on the excess of the asset's carrying amount over the fair value of the asset. No impairment loss was recorded for long-lived assets during the years ended June 30, 2015 and 2014.

Accrued Vacation

NYLA accrues a liability for accumulated vacation leave up to the maximum allowable for its employees. The amount allowed depends on job classification, length of service and other factors. Accrued vacation was \$20,090 and \$23,206 for the years ended June 30, 2015 and 2014, respectively, and is included in the accrued expenses line of the Statement of Financial Position.

Net Assets – Unrestricted

Unrestricted net assets represent resources over which the Board of Directors of NYLA has discretionary control. The resources can be used to carry out the operations of NYLA in accordance with its by-laws.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Net Assets – Unrestricted

Unrestricted net assets of NYLA consist of both undesignated funds and Board Designated funds. Board designated funds consist of the following:

- Capital Fund – funds to be used for future capital improvements
- Fund for the Future – funds to provide NYLA with future stability
- Excelsior Fund – funds to be used for lobbying activities

Net Assets – Temporarily Restricted

Temporarily restricted net assets are assets subject to donor-imposed stipulations that will be met by the fulfillment of the purpose restriction or the passage of time. All donor-restricted support is reported as increases in temporarily restricted net assets. 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. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire or are met in the same year in which the contributions are recognized.

Recognition of Revenue

Workshop and conference fees are recognized when earned on the date of the events.

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions.

In 2011, NYLA received a multi-year Digital Literacy grant through the Office of Cyber Security (OCS) of the New York State Division of Homeland Security and Emergency Services. Under the grant, NYLA is to conduct workshops for librarians throughout the state. Grant revenues are recognized when earned. The grant closed December 31, 2014.

Income Taxes

NYLA is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. NYLA qualifies for charitable contribution deductions and has been classified as an organization other than a private foundation.

The Financial Accounting Standards Board (FASB) issued FASB ASC 740-10 which requires entities to disclose in their financial statements the nature of any uncertainty in their tax position. For tax-exempt entities, their tax-exempt status itself is deemed to be an uncertainty, since events could potentially occur to jeopardize their tax-exempt status. However, NYLA has no knowledge of events or circumstances that would jeopardize its tax-exempt status.

**New York Library Association
Notes to Financial Statements
June 30, 2015 (With Comparative for 2014)**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Income Taxes

NYLA has implemented FASB ASC 740-10 and its current accounting policy for evaluating uncertain tax positions is in accordance with generally accepted accounting principles. NYLA has not recognized any benefits from uncertain tax positions in 2014 - 2015 and believes it has no uncertain tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will significantly increase or decrease within 12 months of the statement of financial position date.

NYLA evaluated its tax position and concluded that all of the positions taken by NYLA would more likely than not be sustained upon examination, based on technical merits. The information returns of NYLA for the years ended June 30, 2012, 2013, and 2014 are subject to examination by tax authorities, generally for three years after they were filed.

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 certain reported amounts and disclosures. Actual results could differ from those estimates.

Comparative Totals Summarized Financial Information for 2014

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the NYLA's financial statements for the year ended June 30, 2014, from which the summarized information was derived.

3. INVESTMENTS

Investments are carried on the financial statements at fair value based on readily determinable market prices and consist of the following at June 30, 2015 and 2014:

	<u>2015</u>	<u>2014</u>
Mutual funds	\$ 708,765	\$ 795,423
Equities	465,998	445,812
Certificates of deposit (cost which approximates fair value)	<u>83,606</u>	<u>32,958</u>
Total	<u>\$ 1,258,369</u>	<u>\$ 1,274,193</u>

Interest is accrued as earned and dividends are recognized as of the dividend declaration date.

The income and unrealized gains or losses related to the unrestricted investments are considered unrestricted for reporting purposes.

New York Library Association
Notes to Financial Statements
June 30, 2015 (With Comparative for 2014)

4. FAIR VALUE MEASUREMENTS

The fair value measurements and levels within the fair value hierarchy of those measurements for the assets reported at fair value on a recurring basis at June 30, 2015 and 2014 are as follows:

<u>June 30, 2015</u>	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>						
Investments (see Note 3)	\$ <u>1,258,369</u>	\$ <u>1,258,369</u>						
<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;"><u>June 30, 2014</u></th> <th style="text-align: center;"><u>Fair Value</u></th> <th style="text-align: center;"><u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u></th> </tr> </thead> <tbody> <tr> <td style="text-align: left;">Investments (see Note 3)</td> <td style="text-align: center;">\$ <u>1,274,193</u></td> <td style="text-align: center;">\$ <u>1,274,193</u></td> </tr> </tbody> </table>			<u>June 30, 2014</u>	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	Investments (see Note 3)	\$ <u>1,274,193</u>	\$ <u>1,274,193</u>
<u>June 30, 2014</u>	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>						
Investments (see Note 3)	\$ <u>1,274,193</u>	\$ <u>1,274,193</u>						

FASB ASC 820, Fair Value Measurements, establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy consists of three broad levels: Level 1 inputs consisting of quoted prices in active markets for identical assets and liabilities have the highest priority, Level 2 consists of other observable inputs other than Level 1 prices, and Level 3 inputs consist of unobservable inputs and have the lowest priority.

NYLA uses appropriate valuation techniques based on the available inputs to measure the fair value of its financial instruments. When available, NYLA measures fair value using Level 1 and Level 2 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available.

Level 1 Fair Value Measurements

Fair values for investments are determined by reference to quoted market prices and other relevant information generated by market transactions.

New York Library Association
Notes to Financial Statements
June 30, 2015 (With Comparative for 2014)

5. LONG-TERM DEBT

Long-term debt consists of the following at June 30:

	<u>2015</u>	<u>2014</u>
Note payable to the Capital District Community Loan Fund, Inc., interest at 5%, monthly payments of \$1,757 through and with a balloon payment due September 2022, secured by property.	\$ 200,526	\$ 210,878
Less: current installments	<u>11,116</u>	<u>9,690</u>
Long-Term Debt, Net of Current Installments	<u>\$ 189,410</u>	<u>\$ 201,188</u>

Long-term debt is payable in each of the next five years and thereafter as follows:

2016	\$	11,116
2017		11,720
2018		12,500
2019		13,139
2020		13,812
Thereafter		138,239

6. OPERATING LEASES

NYLA leases office equipment under operating leases with monthly payments that expire at various dates through August 2016.

Future minimum lease payments under operating leases that have remaining terms in excess of one year as of June 30, 2015 are:

2016		\$ 2,087
2017		<u>259</u>
Total minimum lease payments		<u>\$ 2,346</u>

Lease expense was \$2,087 and \$2,621, respectively, for the years ended June 30, 2015 and 2014.

7. PENSION PLAN

NYLA sponsors a noncontributory 403(b) pension plan covering all employees and a tax-deferred annuity (TDA) plan. Employees become eligible for the TDA after completing one year of service. NYLA contributes 5% of salaries for the first through fifth years of service, and 10% thereafter. Pension expense was \$16,073 and \$11,913, respectively, for the years ended June 30, 2015 and June 30, 2014.

New York Library Association
Notes to Financial Statements
June 30, 2015 (With Comparative for 2014)

8. CONCENTRATION OF CREDIT RISK

NYLA maintains its cash balances in financial institutions located in and around Albany, New York. Accounts at these institutions were insured by the Federal Deposit Insurance Corporation (FDIC) or the National Credit Union Administration (NCUA) up to \$250,000 during the year ended June 30, 2015. At times during the year ended June 30, 2015, NYLA may have had bank deposits in excess of amounts insured by the FDIC or NCUA.

9. SECTIONS, ROUNDTABLES AND GROUPS

The Council of NYLA may authorize the establishment of a Roundtable, Section or Group, whose bylaws and activities cannot be in conflict with the Bylaws of the New York Library Association.

The net assets of the Sections, Roundtables and Groups at June 30, 2015 and 2014, which are not included in NYLA's financial statements, are detailed below:

<u>2015</u>	<u>Sections</u>	<u>Roundtables</u>	<u>Groups</u>
Assets			
Due from unrestricted fund	\$ 416,460	\$ 16,843	\$ 3,269
Net Assets	<u>\$ 416,460</u>	<u>\$ 16,843</u>	<u>\$ 3,269</u>
<u>2014</u>	<u>Sections</u>	<u>Roundtables</u>	<u>Groups</u>
Assets			
Due from unrestricted fund	\$ 407,559	\$ 15,913	\$ 1,040
Net Assets	<u>\$ 407,559</u>	<u>\$ 15,913</u>	<u>\$ 1,040</u>

New York Library Association
Notes to Financial Statements
June 30, 2015 (With Comparative for 2014)

9. SECTIONS, ROUNDTABLES AND GROUPS

The revenues and expenses of the Sections, Roundtables and Groups are detailed below for the years ended June 30, 2015 and 2014:

<u>2015</u>	<u>Revenues</u>	<u>Expenses</u>
Sections		
Academic and Special Libraries Section	\$ 6,022	\$ 3,286
Center for the Book	30,935	26,954
Friends Library Section (FLS)	2,793	2,251
Library Administration and Management Section	13,949	14,827
Public Libraries Section	20,704	26,934
Reference and Adult Service Section	9,631	8,164
Section on Management of Information Resources and Technology	5,618	4,838
Section of School Librarians	137,095	138,231
Youth Services Section	43,483	35,351
Suffolk County Library Association and Related Divisions	<u>107,550</u>	<u>108,043</u>
Total	<u>\$ 377,780</u>	<u>\$ 368,879</u>
Roundtables	<u>\$ 4,665</u>	<u>\$ 3,735</u>
Groups	<u>\$ 2,961</u>	<u>\$ 732</u>
 <u>2014</u>	 <u>Revenues</u>	 <u>Expenses</u>
Sections		
Academic and Special Libraries Section	\$ 60,910	\$ 59,592
Center for the Book	26,707	16,805
Library Administration and Management Section	10,192	10,058
Public Libraries Section	19,792	12,702
Reference and Adult Service Section	4,537	3,876
Section on Management of Information Resources and Technology	3,072	4,536
Section of School Librarians	123,731	124,900
Youth Services Section	40,189	34,879
Suffolk County Library Association and Related Divisions	<u>99,558</u>	<u>106,321</u>
Total	<u>\$ 388,688</u>	<u>\$ 373,669</u>
Roundtables	<u>\$ 8,348</u>	<u>\$ 5,571</u>
Groups	<u>\$ 1,040</u>	<u>\$ -</u>

New York Library Association
Notes to Financial Statements
June 30, 2015 (With Comparative for 2014)

10. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets at June 30 consist of the following:

	<u>2015</u>	<u>2014</u>
Purpose restrictions		
Disaster Relief Fund	\$ 7,932	\$ 6,458
Intellectual Freedom Fund	10,950	10,716
Legal Defense Fund	1,011	802
Mary Bobinski Award Fund	24,000	25,200
Scholarship Fund/Dewey Fellowship	<u>48,466</u>	<u>39,954</u>
	<u>92,359</u>	<u>83,130</u>
 Time restrictions		
Capital grant	<u>17,715</u>	<u>18,426</u>
 Total temporarily restricted net assets	<u>\$ 110,074</u>	<u>\$ 101,556</u>

11. EVALUATION OF SUBSEQUENT EVENTS

New York Library Association has evaluated subsequent events through October 12, 2015, the date which the financial statements were available to be issued.

New York Library Association
Due to Sections, Roundtables and Groups
For the Year Ended June 30, 2015
(With Comparative Totals for the Year Ended June 30, 2014)

	<u>2015</u>	<u>2014</u>
DUE TO SECTIONS		
Academic and Special Libraries Section (ASLS)	\$ 20,911	\$ 18,175
Center for the Book (CB)	23,620	19,640
Friends Library Section (FLS)	3,528	2,986
Library Administration and Management Section (LAMS)	14,368	15,246
Public Libraries Section (PLS)	63,524	69,755
Reference and Adult Services Section (RASS)	13,706	12,239
Section of School Librarians (SSL)	153,656	154,792
Section on Management of Information Resources and Technology (SMART)	12,731	11,951
Youth Services Section (YSS)	84,090	75,957
Suffolk County Library Association (SCLA) and Related Divisions	26,326	26,818
Total Due to Sections	<u>\$ 416,460</u>	<u>\$ 407,559</u>
 DUE TO ROUNDTABLES		
Bibliographic Instruction (BIRT)	\$ 683	\$ 548
Correctional Outreach (CORT)	1,434	2,057
Ethnic Services (ESRT)	3,392	3,290
Finding Inspiration in Literature and Movies (FILM)	1,424	1,522
Government Documents (GIRT)	2,471	2,425
Intellectual Freedom (IFRT)	1,546	961
Library Services to Special Population (RLSP)	329	209
Making STEAM (MSRT)	155	-
New Members (NMRT)	591	604
Pop Culture (PCRT)	140	-
ParaLibrarians (PLRT)	86	-
Retiree Roundtable (RRT)	1,545	1,370
Rural Libraries Roundtable (RLRT)	1,220	1,215
Social Responsibilities (SRRT)	1,827	1,712
Total Due to Roundtables	<u>\$ 16,843</u>	<u>\$ 15,913</u>
 DUE TO GROUPS		
Library Friends Group	<u>\$ 3,269</u>	<u>\$ 1,040</u>

New York Library Association
Schedule of General and Administrative Expenses
For the Year Ended June 30, 2015
(With Comparative Totals for the Year Ended June 30, 2014)

	<u>Unrestricted</u>		<u>2015</u> <u>Totals</u>	<u>2014</u> <u>Totals</u>
	<u>Undesignated</u>	<u>Board</u> <u>Designated</u>		
Salaries	\$ 302,576	\$ -	\$ 302,576	\$ 303,144
Employee benefits	38,780	-	38,780	34,913
Payroll taxes	25,288	-	25,288	24,375
Professional development	1,866	-	1,866	1,136
Total Salaries and Related Expenses	<u>368,510</u>	<u>-</u>	<u>368,510</u>	<u>363,568</u>
Advocacy initiatives	3,428	-	3,428	18,208
American Library Association	6,131	-	6,131	5,843
Bank charges	14,269	7,558	21,827	20,041
Bulletin	1,600	-	1,600	2,400
Council and Executive board	8,840	-	8,840	5,159
Depreciation	23,551	-	23,551	22,911
Dewey Fellowship	1,713	-	1,713	313
Disaster Relief fund expense	-	-	-	3,000
Excelsior (lobbying fees)	-	46,609	46,609	28,036
Equipment rental and maintenance	5,103	-	5,103	6,729
Grant expenses	10,885	-	10,885	28,703
Insurance	9,992	-	9,992	7,525
IT fund expense	-	-	-	2,696
Marketing	5,971	-	5,971	6,078
Membership database	14,726	-	14,726	30,798
Occupancy	14,353	-	14,353	13,023
Postage	2,531	-	2,531	4,793
Printing	310	-	310	1,179
Professional services	9,246	-	9,246	11,234
Scholarship	7,200	-	7,200	7,200
Scholarship Fund event	3,841	-	3,841	3,540
Supplies	8,332	-	8,332	5,305
Telephone	5,631	-	5,631	5,029
Travel	3,060	-	3,060	3,804
Website	121	-	121	3,267
Miscellaneous	<u>30,902</u>	<u>-</u>	<u>30,902</u>	<u>5,456</u>
Total General and Administrative Expenses	<u>\$ 560,246</u>	<u>\$ 54,167</u>	<u>\$ 614,413</u>	<u>\$ 615,838</u>

New York Library Association
Schedule of Conference Revenues and Expenses
For the Year Ended June 30, 2015
(With Comparative Totals for the Year Ended June 30, 2014)

	Unrestricted			2015 Totals	2014 Totals
	Undesignated	Board Designated	Temporarily Restricted		
Revenues					
Program advertising	\$ 6,000	\$ -	\$ -	\$ 6,000	\$ 2,750
Equipment	1,230	-	-	1,230	280
Exhibit	111,588	-	-	111,588	85,772
Hotel and housing	3,138	-	-	3,138	4,017
Hotel rebates	7,988	-	-	7,988	5,744
Local arrangements	330	-	-	330	667
Meals and reception	47,912	-	-	47,912	16,608
Registration	112,749	-	-	112,749	90,342
Sponsorship	3,250	-	-	3,250	800
Miscellaneous	607	-	-	607	311
Total Conference Revenues	<u>\$ 294,792</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 294,792</u>	<u>\$ 207,291</u>
Expenses					
Administrative	\$ 4,171	\$ -	\$ -	\$ 4,171	\$ 4,074
Decorator	5,799	-	-	5,799	7,616
Equipment rental	23,000	-	-	23,000	12,400
Exhibit hall rental	10,500	-	-	10,500	21,107
Hotel and housing	5,606	-	-	5,606	6,753
Local arrangements	100	-	-	100	512
Meals and reception	66,860	-	-	66,860	33,736
Photographer	1,656	-	-	1,656	1,500
Program	12,500	-	-	12,500	9,039
Refunds	-	-	-	-	982
Speaker fees	7,200	-	-	7,200	11,000
Supplies	3,772	-	-	3,772	4,351
Transportation	920	-	-	920	1,190
Miscellaneous	510	-	-	510	342
Total Conference Expenses	<u>\$ 142,594</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 142,594</u>	<u>\$ 114,602</u>

**New York Library Association
Schedule of Committees Revenues and Expenses
For the Year Ended June 30, 2015
(With Comparative Totals for the Year Ended June 30, 2014)**

	<u>Unrestricted</u>		<u>2015 Totals</u>	<u>2014 Totals</u>
	<u>Undesignated</u>	<u>Board Designated</u>		
Revenues				
Legislative sponsorships	\$ 10,921	\$ -	\$ 10,921	\$ 10,965
Expenses				
Continuing education	\$ 18,939	\$ -	\$ 18,939	\$ 16,486
Civil service task force	626	-	626	-
Legislative	14,332	-	14,332	6,378
Membership	197	-	197	194
Total Committees Expenses	<u>\$ 34,094</u>	<u>\$ -</u>	<u>\$ 34,094</u>	<u>\$ 23,058</u>

**New York Library Association
Liquid Fund Balance Calculation
For the Year Ended June 30, 2015
(With Comparative Totals for the Year Ended June 30, 2014)**

	<u>2015</u>	<u>2014</u>
Liquid Unrestricted Assets		
Cash and cash equivalents	\$ 444,619	\$ 328,043
Marketable securities	1,258,369	1,274,193
Accounts receivable	6,922	77,711
Total Liquid Unrestricted Assets	<u>1,709,910</u>	<u>1,679,947</u>
 Less Funds Held for Others:		
Intellectual Freedom	(10,950)	(10,716)
Disaster Relief Fund	(7,932)	(6,458)
Scholarship Funds	(48,466)	(39,954)
Mary Bobinski Award	(24,000)	(25,200)
Legal Defense Fund	(1,011)	(802)
Excelsior Fund	(61,836)	(49,887)
Capital Fund	(47,302)	(47,302)
Designated, Fund for the Future	(1,041,001)	(1,041,675)
Due to Sections	(416,460)	(407,559)
Due to Roundtables	(16,843)	(15,913)
Due to Groups	(3,269)	(1,040)
Total Funds Held for Others	<u>(1,679,070)</u>	<u>(1,646,506)</u>
 Less Liabilities to be Paid		
Accounts payable	(44,379)	(47,322)
Accrued expenses	(23,024)	(22,049)
Deferred revenue	(44,301)	(62,464)
Loan payable, current portion	(11,116)	(9,690)
Total Liabilities to be Paid	<u>(122,820)</u>	<u>(141,525)</u>
 LIQUID FUND BALANCE	 <u>\$ (91,980)</u>	 <u>\$ (108,084)</u>