

# Financial report for AHRMA's 2004 fiscal year

The full financial statement is available to any member who cares to request it from the main office. Although AHRMA is a not-for-profit organization exempt from taxes under Section 501(c)(4) of the Internal Revenue Code, we still have to file documents each year to ensure keeping that status. That statement is what you will receive. Hence it speaks for itself and gives full details of our situation.

There is one item which is not immediately obvious, and has a bearing on the eventual longevity of our organization. It is the fact that

the board has had to transfer funds during each of the last five years from reserves in order to balance the books during the last month of the financial year. It has never been a crippling amount, but in 2004, for instance, it was \$25,000. Fortunately our investment increase for the year covered this amount. However, it has always been our intention to pay back these borrowings in the following year—to date we have never been able to do this!

These are clearly trends we need to break. As an organization we must begin to live with-

in our income and at the end of each year we need to be in a position to add something to our reserves. This is just prudent management.

Once again the board has made adjustments to our policies with the intention that our income and our expenses will be balanced and even allow some retention into reserves. These are necessary requirements so that we can expand our association and continue to enjoy racing on old wheels in the company of good people.

—Jeff Smith, Treasurer

	As of 11/30/03	As of 11/30/04		As of 11/30/03	As of 11/30/04
<b>Operating Revenues:</b>			<b>Assets:</b>		
Roadrace	\$367,395	\$425,491	Current Assets:		
Motocross	176,275	232,633	Cash	\$850	\$ 10,719
Dirt Track	51,260	55,927	Investments	260,115	269,499
Cross Country	7,095	9,745	Accounts Receivable	2,243	3,024
Trials	10,313	9,575	Inventory	2,271	656
Membership	209,401	204,704	Prepaid Expenses	<u>2,954</u>	<u>4,115</u>
Advertising	69,632	74,993	Total Current Assets:	\$268,433	\$288,013
Sponsorship/Banquet/Misc	26,503	23,871	Fixed Assets:		
Merchandise	18,585	19,537	Furniture and Equipment	75,646	\$ 79,539
Benevolent Fund	<u>21,522</u>	<u>19,288</u>	Accumulated depreciation	<u>(62,290)</u>	<u>(66,544)</u>
Total Operating Revenues:	\$957,981	\$1,075,764	Total Fixed Assets:	\$13,356	\$12,995
<b>Operating Expenses:</b>			Other assets:		
Roadrace	\$274,027	\$382,491	Deposits on future events	\$3,250	\$1,500
Motocross	168,838	192,541	<b>Total assets:</b>	<b>\$285,039</b>	<b>\$302,508</b>
Dirt Track	19,817	30,343	<b>Liabilities and Equity:</b>		
Cross Country	2,005	3,131	Current Liabilities:		
Trials	7,430	2,834	Bank Overdraft	\$ 2,247	\$ 0
Program	456,588	446,332	Accounts Payable	7,245	10,998
Sponsorship/Banquet/Misc	18,711	14,328	Retirement Benefits Payable	0	7,349
Benevolent Fund	4,600	4,350	Deferred Revenue	<u>3,387</u>	<u>1,600</u>
Merchandise	<u>31,805</u>	<u>23,698</u>	Total Current Liabilities:	\$12,879	\$19,947
Total Operating Expenses:	\$983,821	\$1,100,048	Equity:		
Net Income from Operations	\$(25,840)	\$(24,284)	Retained Earnings	\$272,160	\$282,561
Investment Gains/(Losses)	\$30,560	\$28,405	<b>Total Liabilities and Equity:</b>	<b>\$285,039</b>	<b>\$302,508</b>
Investment Income	<u>6,577</u>	<u>6,280</u>			
Total Investment Items:	\$37,137	\$34,685			
<b>Profit/(Loss)</b>	<b>\$11,297</b>	<b>\$10,401</b>			

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