

MAY 2008
TREASURER'S REPORT

The financial statements for the 2007 fiscal year reflect a major improvement in our revenue and other support compared to the previous year. Our total revenue increased by approximately 11.65%. This was due to the Convention income of \$123,422 and the \$74,442 increase in contributions.

Sales of literature made up 58.27% of our total revenue. Contributions made up approximately 25.12%. This is an improvement over 2006 when sales of literature made up 67.05% of our total revenue and contributions made up 23.21%.

Expenses increased in literature production and distribution and group support and referral services. There was also a drop of approximately \$19,800 in investment income. Due to prudent financial management there was still an increase of net assets at the end of 2007 in the amount of \$109,615.

In keeping with good accounting practice, we changed accounting firms in 2007. Our accounting firm, Porch & Associates, LLC, performed a financial review full audit. We have a full audit every three years. In other years we do a financial review. A financial review consists of the auditor verifying the financial records of the organization by inquiries amongst members of the organization personnel. Unless deemed necessary, the accountant is not required to obtain any independent corroboration to substantiate the information provided. In contrast, as part of a certified audit, the auditor must obtain independent evidence to substantiate the assertions made by the association's employees and management. In addition there is a big difference in detail and thoroughness. The auditor's report is in the Conference binder. The report found the financial records to be in order.

As of December 31, 2007 OA has \$603,046 in reserve. This represents approximately 4.3 months of the cost of operations. The auditor was asked the appropriate level for our fellowship and the answer was 4 to 6 months. The amount required will fluctuate. The amount in reserve will also fluctuate depending on income and expenses.

The accounting staff, headed by Sarah Armstrong, Associate Director and Controller has done an outstanding job of maintaining the financial records and inventories of OA, Inc.

To summarize, OA is in a healthy financial state.

Bob Fisher
Treasurer
March 2008