

**THE FINANCIAL STATEMENT AND
SUPPLEMENTAL INFORMATION OF**

SIERRA COLLEGE FACULTY ASSOCIATION

**FOR THE YEAR ENDED
AUGUST 31, 2009**

INDEPENDENT AUDITORS' REPORT

To the Executive Board
Sierra College Faculty Association

We have audited the accompanying statement of cash receipts and disbursements of the **Sierra College Faculty Association** for the year ended August 31, 2009. This financial statement is the responsibility of the management of the **Sierra College Faculty Association**. Our responsibility is to express an opinion on the financial statement based on our audit.

We conducted the 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 statement of cash receipts and disbursements is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the cash receipts and disbursements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 2, this financial statement was prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the statement of cash receipts and disbursements referred to above present fairly, in all material respects, the cash receipts and disbursements of the **Sierra College Faculty Association** as of August 31, 2009, on the basis of accounting described in the Note 2.

Islip + Company, LLP

Sacramento, California
December 17, 2009

**SIERRA COLLEGE FACULTY ASSOCIATION
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED AUGUST 31, 2009**

Cash Receipts	
Membership dues	\$ 51,976
Interest income	1,924
Total Cash Receipts	<u>53,900</u>
Cash Disbursements	
Conferences and meetings	13,462
Governance	2,401
Accounting and auditing	3,045
Office expense	564
Taxes and licenses	20
Insurance	50
Newsletters	561
Charity	2,122
Events expense	1,500
Mileage and travel	9,049
Stipends	8,635
Total Cash Disbursements	<u>41,409</u>
Net Change in Cash	12,491
Cash, Beginning of Period	<u>96,251</u>
Cash, End of Period	<u><u>\$ 108,742</u></u>

The accompany notes are an integral part of these financial statements

SIERRA COLLEGE FACULTY ASSOCIATION

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2009

NOTE 1 - ORGANIZATION AND TAX STATUS

Sierra College Faculty Association is a not-for-profit organization affiliated with the California Teachers Association (CTA) and the National Education Association (NEA). All dues are received from members through The General School Fund. The purpose of the Association is to promote and improve the working conditions of member teachers in the Sierra College faculty.

Sierra College Faculty Association is exempt from income taxes under Internal Revenue Code Section 501(c)(5).

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTANT POLICIES

Method of Accounting - The financial statements have been prepared using the cash basis of accounting. Revenue is recognized when received rather than when earned, and expenses are recognized when paid rather than when the obligation is incurred. Net assets are classified as unrestricted, temporarily restricted or permanently restricted. Net assets are generally reported as unrestricted unless assets are received from donors with explicit stipulations that limit the use of the asset. The Association does not have any temporarily or permanently restricted net assets.

NOTE 3 - CONCENTRATION OF CREDIT RISK

The Organization maintains cash depository accounts with one financial institution. There was no cash that exceeded the maximum guarantee by the Federal Deposit Insurance Corporation (FDIC) of \$250,000 at August 31, 2009.

***INDEPENDENT AUDITORS' REPORT
ON SUPPLEMENTAL INFORMATION***

**To the Executive Board
Sierra College Faculty Association**

Our audit was conducted for the purpose of forming an opinion on the basic financial statement taken as a whole. The supplemental schedule of Chargeable and Non-chargeable expenses is presented for the purpose of additional analysis and is not a required part of the basic financial statements. This additional information is the responsibility of the Chapter's management. Such information has been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, is fairly stated in all material respects when considered in relation to the basic financial statements taken as a whole.

Islip + Company, LLP

Sacramento, California
December 17, 2009

Sierra College Faculty Association AGENCY FEE CALCULATION

This calculation is based on chapter expenditures for the 2008-2009 fiscal year .

CHARGEABLE EXPENSES

Office Expenses	\$ 1,175
Staff Wages and Benefits	-
Negotiations	-
Grievance Processing	-
Governance	11,036
Conferences/Workshops Relating Primarily to Representational Obligations	22,511
Communications	-
Legal Expenses Relating to Representational Obligations	-
Social Activities	-
Other Expenses Relating to Representational Obligations (List Major Categories on Attached Form)	3,065
 Total Chargeable Expenses	 37,787

NON-CHARGEABLE EXPENSES

Political Activities and Contributions	-
Legislative and Initiative Activities	-
Membership Recruitment/Members-Only Programs	1,500
Public Relations Designed to Enhance Teacher Image Generally	-
Charitable Contributions/Scholarships	2,122
Other Expenses Not Relating to Representational Obligations (List Major Categories of Expenditures on Attached Form)	-
Total Non-chargeable Expenses	3,622
Total Expenses	\$ 41,409

PERCENTAGE CHARGEABLE EXPENSES **91.25 %**

PERCENTAGE NON-CHARGEABLE EXPENSES **8.75 %**

OTHER EXPENSES RELATING TO REPRESENTATIONAL OBLIGATIONS

Describe each major expense category and amount below.

<u>DESCRIPTION</u>	<u>AMOUNT</u>
1. <u>Accounting and auditing</u>	<u>3,045</u>
2. <u>Taxes and licenses</u>	<u>20</u>
3. _____	_____
4. _____	_____
5. _____	_____
6. _____	_____
7. _____	_____
8. _____	_____
9. _____	_____
Total	\$ <u>3,065</u>

OTHER EXPENSES NOT RELATING TO REPRESENTATIONAL OBLIGATIONS

Describe each major expense category and amount below.

<u>DESCRIPTION</u>	<u>AMOUNT</u>
1. _____	_____
2. _____	_____
3. _____	_____
4. _____	_____
5. _____	_____
6. _____	_____
7. _____	_____
8. _____	_____
9. _____	_____
Total	\$ <u>NONE</u>