

2020 - 2021 ALA CD #33.0/EBD #3.13

2020 - 2021 Virtual Midwinter Meeting

Budget Analysis And Review Committee (BARC)

**Report to ALA Council, Executive Board, Membership,
and the Planning and Budget Assembly**

Peter Hepburn – BARC Chair

Saturday, January 23, 2021

Sunday, January 24, 2021

Virtual Midwinter Meeting

Discussion Topics



- BARC Overview
- ALA Financial Information
- Financial Learning Series
- Annual Estimates of Income
- FY 20 and FY 21 results

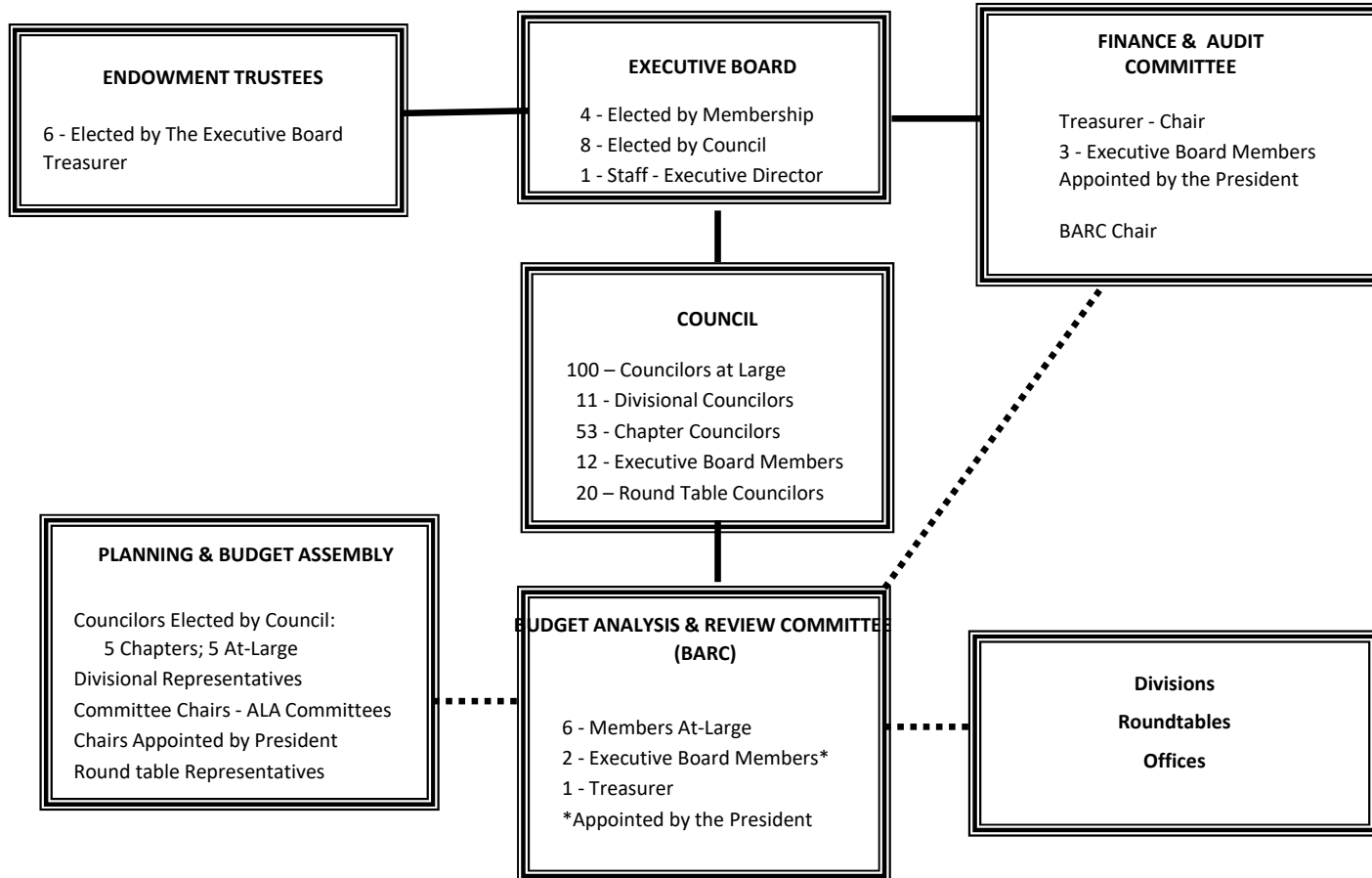
BARC Overview

- BARC Responsibilities
- Council Resolution Consideration
- BARC “Partners”
 - ✓ Treasurer
 - ✓ Finance and Audit Committee
 - ✓ Endowment Trustees
 - ✓ Council
 - ✓ Planning & Budget Assembly

A hand is shown balancing a stack of wooden blocks. The blocks are stacked in a way that they are slightly offset from each other, creating a precarious balance. The background is a soft, out-of-focus blue and white. The text "ALA Financial Information" is centered on a black horizontal band across the middle of the image.

ALA Financial Information

ALA Finance Decision Making Process



BARC's Budget and Financial Review Cycle

ALA's Current Fiscal Year 2021 Covers the Period

- Starting September 1, 2020 – Ending August 31, 2021

Budget Review and Development is on a Continuous Loop* and Covers Three Fiscal Years

- Fall Meeting will discuss/review Fiscal Year 2020 – Preliminary Year End Results
- Fall Meeting will discuss/review and finalize upcoming Fiscal Year 2021 budget
- Midwinter Meeting will discuss/review Fiscal Year 2020 – Final Year End Results
- Midwinter Meeting will discuss/review Fiscal Year 2021 – 1st Quarter Results
- Midwinter Meeting will discuss/review budget assumptions for Fiscal Year 2022
- Spring Meeting will discuss/review Fiscal Year 2021 – 2nd Quarter Results
- Spring Meeting will discuss/review/develop in detail preliminary Fiscal Year 2022 budget
- Annual Conference will discuss/review preliminary Fiscal Year 2021 8/9 month results
- Annual Conference will discuss/review Fiscal Year 2021 Year End Projections

⁶
*The Association's Five-Year Plan is updated as needed and reviewed throughout the year.

BARC's Budget and Financial Review Cycle

ALA's Current Fiscal Year 2021 Covers the Period

- Starting September 1, 2020 – Ending August 31, 2021

Budget Review and Development is on a Continuous Loop* and Covers Three Fiscal Years

- Fall Meeting discussed/reviewed Fiscal Year 2020 – March 2020 Results and Year-End Projections
- Fall Meeting discussed/reviewed and finalized the upcoming Fiscal Year 2021 budget
- Midwinter Meeting will discuss/review Fiscal Year 2020 – April 2020 Results as needed
- Midwinter Meeting will discuss/review Fiscal Year 2021 – September 2020 Results
- Midwinter Meeting will discuss/review budget assumptions for Fiscal Year 2022
- Spring Meeting will discuss/review Fiscal Year 2020 – Audited Year End results
- Spring Meeting will discuss/review Fiscal Year 2021 – 2nd Quarter Results (TBD)
- Spring Meeting will discuss/review/develop in detail preliminary Fiscal Year 2022 budget
- Annual Conference will discuss/review preliminary Fiscal Year 2021 8/9 month results (TBD)
- Annual Conference will discuss/review Fiscal Year 2021 Year End Projections

⁷
*The Association's Five-Year Plan is updated as needed and reviewed throughout the year.

Financial Learning Series

- Budget Planning for a Pre-Conference or a One Time Event
- Organizational Structure
- Budget Cycle and Process
- The Operating Agreement
- The Long-Term Investment Fund
- Round Tables Financial Orientation

Annual Estimates of Income – FY21

Changes Since Annual Conference

Annual Estimates of Income AC20			Annual Estimates of Income Fall20		
		<u>TOTAL ALA</u>			<u>TOTAL ALA</u>
ALA Net Assets (projected at end of FY 2020)	\$	37,944,144	ALA Net Assets (projected at end of FY 2020)	\$	27,230,522
FY 2021 Budgeted Revenues			FY 2021 Budgeted Revenues		
General Fund	\$	24,428,032	General Fund	\$	21,735,369
Divisions	\$	11,809,891	Divisions	\$	11,166,644
Roundtables	\$	571,553	Roundtables	\$	571,553
Grants & Awards	\$	3,483,655	Grants & Awards	\$	5,470,482
Endowment	\$	<u>1,036,678</u>	Endowment	\$	<u>936,474</u>
TOTAL	\$	41,329,809	TOTAL	\$	39,880,522
FY 2021 Annual Estimates of Income	\$	<u>79,273,953</u>	FY 2021 Annual Estimates of Income	\$	<u>67,111,044</u>

Results update

Questions

Thank you

ALA Finance Staff:

Denise Moritz, Keith Brown, Joanne Lee, Brad Geene, Holly Robison

ALA Executive Director Tracie Hall

BARC members:

Maggie Farrell, Carl Harvey, Brett Bonfield, John Lehner, Rodney Lippard, Ann Ewbank, Karen Schneider, Larry Neal