



Bryn Mawr Neighborhood Association

Annual Financial Report

Fiscal Year 2018

BMNA finished Fiscal Year 2018 on Dec 31 with an asset balance of **\$90,185** compared to **\$85,106** at the end of 2017. Almost all assets are in cash. No short or long term liabilities beyond a small credit card balance are on the books.

Highlights:

INCOME for FY2018 was **\$64,312** and expenditures were **\$63,515** for a net operating income of **\$797**. The bulk of our income was from a \$38,118 draw of NRP funds. Donations totaled \$7,196 and the Bugle garnered \$10,066 in advertising revenue. The remainder was from programs and projects of \$8,806.

EXPENDITURES were primarily taken by Operations (about \$19,400), with contract staff expenses being the largest component, and Communications (about \$28,900), with the Bugle and Web Site costs being the bulk of those. Events and community grants made up most of the remainder of about \$14,700.

BUDGET COMPARISON: CPP fund draw was \$35,000 short since the planned draw wasn't executed in 2018, donations were below plan by \$3,000 vs \$10,000 budgeted, Bugle revenue was 15% below plan of \$11,700, and Garden Tour admissions were only 60% of plan (\$2900 vs \$5,000). Expenditures in several areas were also below plan, especially in the Garden Tour and Community Gardens, which were only 25% of the planned \$10,000 since a major Gateway project near the highway was not implemented.

TAXES and GOVT FILINGS: Forms 990-EZ and 990-T for 2018 (income tax return and filing for unrelated business income) were filed with the IRS on March 27, 2019. Form M4NP (state unrelated business income) was filed with the Minnesota Dept of Revenue on March 27, 2019, the Minnesota Attorney General Charities Annual Report was filed on March 26, 2019, and annual registration renewal with the Minnesota Secretary of State was filed on March 27, 2019.

FY2019 Significant Actions: All NRP funds available to BMNA except for a small amount are now drawn down. \$75,000 in CPP 2017-2019 funds are available for draw. We plan to draw about \$30,000-\$40,000 or more this year to reimburse for expenses in 2017-2018. A new mid-winter neighborhood event focused toward fundraising purposes is being inaugurated this year.

FUTURE FINANCIAL PLANNING: Because of the uncertainty regarding future City funding level and availability with the termination of the CPP program in 2020, a Board committee researched the potential impacts and prioritized activities to see what was reasonable to continue with substantially reduced income. The committee determined that with our current cash surplus balance, a reasonable level of increased fundraising, a scaling back of lower priority activities, and a variety of low-impact cost reductions, BMNA would be able to operate for the next 4-5 years without serious detrimental effects on community benefits if City funding were cut off completely (which is highly unlikely).

Financial reports and tax returns for FY2018 and other recent years are available on the BMNA web site in the Association/Finance and Policy Section.

See: <https://www.bmna.org/association/bmna-finance-policy>