

AESS BOARD OF GOVERNORS MEETING

April 24 2009

TREASURERS REPORT

George R Dean 2009 Treasurer

2008 FINANCIAL

Revenues for the AES Society in 2008 were \$3076.4 thousand while expenses were \$2728.5 thousand not counting the AES portion of the interest income from the IEEE investment fund per the Pre Audit reports (FM-13 financial report). This resulted in a net of \$347.9 thousand keeping AES off the dreaded "Watch List". However, the investment fund lost much like other business such as Freddie Mac, AIG, Boeing, Raytheon, and many 401k's. AES's share of the IEEE investment fund loss was \$1508.3 thousand. Although this loss does not count toward putting societies on the "Watch List" it does come out of the society's reserve fund. Thus AES net loss for 2008 was \$1160.4 thousand.

Some of the salient features of the 2008 finance were very impressive. Even with the price of every thing increasing Periodicals netted \$45.7 thousand. AES's share of Conferences netted \$882.7 thousand. The administration by IEEE and TAB only cost \$293.6 thousand. Although the society's budget for the officer's meetings and committee activities was set at \$476.2 the net disbursement was only \$281.2 thousand. The President's discretionary fund was budgeted for \$80.0 thousand but only \$33.2 thousand was dispersed. The secretarial service was budgeted for \$25.0 thousand but the actual cost was \$42.7 thousand while the web maintenance was budgeted for \$5.0 thousand but no cost was charged to that cost center. Web based tutorial only spent \$10.0 of the budgeted \$53.2 thousand.

AES Chapters of the Sections met in September for a Summit. This meeting was held in Quebec City, Quebec, Canada. There were 51 representatives in attendance for a good meeting and many stayed for the Tri-annual Section Congress which was outstanding. The summit was budgeted for \$100.0 thousand. With conservative leadership the expenses for the summit were held to less than \$61 thousand.

2007 FINANCIALS

Revenues for the FY 2007 were \$2573.9 thousand while expenses not counting the IEEE investment fund were \$2542.3 thousand. The IEEE investment fund lost \$123.2 thousand. The net result was to the AES finances was a negative \$91.6

thousand. Since the deficit was caused by the investment fund we were not counted toward the “Watch List”

AESS RESERVES AND HISTORY

The good news is that we still have some reserves. A four-year history is shown below. Fiscal Year 2006 showed an all time high of reserve that benefited from good yield from IEEE investments, good conferences and conservative expenditures with some budget revenues going into the reserve. Some of the reserve in 2007 was used to start a few initiatives for the AES Society.

Fiscal Year 2008 suffered the great down turn in the stock market with the IEEE investment fund. AES share of the great loss was \$1508.3 thousand taking our reserves down to \$1718.4 thousand. However, with conservative management of the Society there was a budget residue of \$347.9 thousand which integrated into the reserve at the end of 2008 yielding a reserve balance of \$2065.0 thousand.

FINANCES in \$1,000

	Year 2005	Year 2006	Year2007	Year 2008
Revenues	3299.6	3132.1	2573.9	3076.3
Expenditures	2749.1	2289.2	2665.5	4236.7
Surplus of 1900a	550.5	842.9	-91.6	347.9
Reserves	2568.4	3411.1	3226.1	2065.6