

FOLLOW UP TO 2007 CONTROLS AUDIT & 2008 BUDGET

Lee Howard, Treasurer



2007 CONTROLS AUDIT

ARIN had an **initial** Controls Audit in 2005
It engaged a **second** Controls Audit in 2007
Staff discussed the results and presented them to the Finance Committee, **FinCom**
The FinCom has **approved** the following recommendations which staff are in the process of implementing

RECOMMENDATIONS & RESPONSES

Financial Reporting

RECOMMENDATION - A Board Member Possess
Financial Expertise

ACTION - Hire an outside accounting firm
to assist the Treasurer

RECOMMENDATION- Quarterly Financial
Statements presented to Board

ACTION - Treasurer will present to the Board

RECOMMENDATIONS & RESPONSES

Cash Receipts & Disbursements Control

RECOMMENDATION -Set up a Lock Box system for receiving checks

ACTION – In Process

RECOMMENDATION– Set up a separate bank account for payroll

ACTION – In Process

RECOMMENDATIONS & RESPONSES

Communications

RECOMMENDATION -Establish a hotline/process for employees to report fraud or misconduct on an anonymous basis to the Board

ACTION - Exploring outside organizations that supply this type of service and considering whether this is appropriate for an organization of our size.

2008 BUDGET

Personnel

5,707,134

Salaries & Employee Benefits

5,707,134

2008 BUDGET

Personnel	5,707,134
Operations	1,848,480
Communications	784,001
Software & Equip Support & Licenses	225,855
Depreciation	838,624

2008 BUDGET

Personnel	5,707,134
Operations	1,848,480
General Office & Administration	4,355,225
Professional Fees/ Outreach	724,398
Contingency	122,000
General Office	364,294
Bad Debt Expense	359,667
Legal Fees	500,000
Legal Defense Fund	225,000
Members Meetings	312,927
Merit/ NANOG Webcast Meeting Support	50,000
Rent & Occupancy	381,590
Travel	1,315,349

2008 BUDGET

Personnel	5,707,134
Operations	1,848,480
General Office & Administration	4,355,225
Internet Support	438,223
Funds committed to ICANN in escrow	247,723
Internet Research & Support	164,500
NRO Expenses	26,000

2008 BUDGET

Personnel	5,707,134
Operations	1,848,480
General Office & Administration	4,355,225
Internet Support	438,223
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Total Expenses	12,349,062
Total Revenue	12,259,680

2008 BUDGET

Personnel	5,707,134
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Operations	1,848,480
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General Office & Administration	4,355,225
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Internet Support	438,223
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Total Expenses	12,349,062
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Total Revenue	12,259,680
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thank you