

FORUM ON EDUCATION ABROAD
FINANCIAL REPORT
JUNE 30, 2013

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FINANCIAL STATEMENTS

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Forum on Education Abroad
Carlisle, Pennsylvania

Report on the Financial Statements

We have audited the accompanying financial statements of the Forum on Education Abroad which comprise the statements of financial position as of June 30, 2013 and 2012, and the related statements of activities, cash flows and functional expenses for the years then ended, and the related notes to the financial statements.

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Forum on Education Abroad, as of June 30, 2013 and 2012, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink, appearing to be a cursive 'S' followed by a horizontal line, located in the middle of the page.

Carlisle, Pennsylvania
October 22, 2013

FORUM ON EDUCATION ABROAD

STATEMENTS OF ACTIVITIES Years Ended June 30, 2013 and 2012

	2013		
	Total	Unrestricted	Temporarily Restricted
Changes in Net Assets			
Revenue and Other Support			
Membership fees	\$ 514,811	\$ 514,811	\$ -
Conference income	1,033,462	1,033,462	-
Contributions	178,097	79,750	98,347
Grant revenue	59,250	-	59,250
Workshops and seminars	81,517	81,517	-
Other program income	7,600	7,600	-
Publication sales	5,050	5,050	-
Interest	646	646	-
Endowment income	13,288	13,288	-
Other income	926	926	-
Release of restricted revenues	-	69,385	(69,385)
Total revenue and other support	1,894,647	1,806,435	88,212
Expenses			
Program services			
Member Education and Resources	550,922	550,922	-
Conference	784,845	784,845	-
	1,335,767	1,335,767	-
Management and general	217,361	217,361	-
Fundraising expenses	15,530	15,530	-
Total expenses	1,568,658	1,568,658	-
Other Income			
Unrealized holding gain (loss) on investments	72,675	72,675	-
Increase in net assets	398,664	310,452	88,212
Net Assets:			
Beginning	1,062,592	993,822	68,770
Ending	\$ 1,461,256	\$ 1,304,274	\$ 156,982

See Notes to Financial Statements.

	2012		
Total	Unrestricted		Temporarily Restricted
\$ 505,288	\$ 505,288	\$	-
740,798	740,798		-
79,700	79,700		-
59,250	-		59,250
76,289	76,289		-
12,350	12,350		-
6,404	6,404		-
1,473	1,473		-

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STATEMENT OF FUNCTIONAL EXPENSES Year Ended June 30, 2013

	2013				
	Member Education and Resources	Conference	Management and General	Fundraising	Total
Management expenses	\$ 352,340	\$ 135,561	\$ 85,535	\$ 14,921	\$ 588,357
Conference event expense	-	610,683	-	-	610,683
Office expense/supplies	1,661	653	389	-	2,703
Legal and professional fees	2,898	-	7,535	-	10,433
License and permits	90	35	-	-	125
Postage and delivery	2,168	852	507	-	3,527
Scholarship donations	10,000	-	-	-	10,000
Certification program	6,523	-	-	-	6,523
Bank service charges	-	-	1,681	-	1,681
Credit card charges	-	-	64,370	-	64,370
QUIP expense	11,540	-	-	-	11,540

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**STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2012**

2012

	Member Education and Resources	Conference	Management and General	Fundraising	Total
Management expenses	\$ 294,441	\$ 115,701	\$ 71,849	\$ 17,781	\$ 499,772
Conference event expense	-	498,053	-	-	498,053
Office expense/supplies	1,500	589	351	-	2,440
Legal and professional fees	1,890	-	11,837	-	13,727
License and permits	90	35	-	-	125
Postage and delivery	5,018	1,972	1,174	-	8,164
Scholarship donations	10,000	-	-	-	10,000
Certification program	-	-	-	-	-
Bank service cm1a 432.1 278.72 Tm[()] TJETBT.68 Tmtion program					

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STATEMENTS OF CASH FLOWS
Years Ended June 30, 2013 and 2012

	2013	2012
Cash Flows From Operating Activities		
Increase in net ase e		

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NOTES TO FINANCIAL STATEMENTS

Note 1. Nature of Activity and Significant Accounting Policies

Nature of Activity: The Forum on Education Abroad (Forum) is a non-profit organization. The Forum

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NOTES TO FINANCIAL STATEMENTS

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NOTES TO FINANCIAL STATEMENTS

Note 3. Pledges Receivable

Pledges receivable represent unconditional promises to give. Pledges receivable at June 30, 2013 and 2012, consist of the following:

	2013	2012
The AIFS/AIFS Foundation Education Abroad Special Collection	\$ 100,000	\$ -
Less: unamortized discount	(1,653)	-
	<u>\$ 98,347</u>	<u>\$ -</u>
Amounts due in:		
Less than one year	\$ 40,000	\$ -
One to five years	58,347	-
	<u>\$ 98,347</u>	<u>\$ -</u>

Note 4. Deferred Revenue

Deferred revenue consists of membership dues, conference sponsorship fees, and other program revenues collected as of June 30, for the next fiscal year. Deferred revenue consists of the following as of June 30:

	2013	2012
Membership dues	\$ 198,122	\$ 224,397
Conference fees	85,005	63,781
	<u>\$ 283,127</u>	<u>\$ 288,178</u>

Note 5. Management Services

The Forum has contracted with Dickinson College to provide management, development, and program services. As part of the contract, the President of the Forum is employed by Dickinson College and is appointed by the Board of Directors of the Forum. The Forum staff is also provided under the contract but the hiring decision is made by the Forum President.

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NOTES TO FINANCIAL STATEMENTS

Note 6. Donated Goods and Services

Dickinson College provides the Forum with program and administrative services and other contributed goods and services. The value of the donated goods and services included in the financial statements and corresponding expenditures for the years ended June 30, 2013 and 2012, are as follows:

	2013	2012
Contributions		
Donated facility	\$ 20,000	\$ 20,000
Donated services	57,500	57,500
Donated supplies	2,000	2,000
	<u>\$ 79,500</u>	<u>\$ 79,500</u>
Expenses		
Program	\$ 31,402	\$ 31,196
Management and general	47,489	47,450
Fundraising	609	854
	<u>\$ 79,500</u>	<u>\$ 79,500</u>

Note 7. Board Designated - Endowment Fund

The Forum has invested in the Dickinson College Endowment Fund for the purpose of enhancing the growth of its operating account, with the intent that income distributions from the Board Designated Endowment Fund will provide support for the Forum's programming. At June 30, 2013, the investment is carried at fair value of \$1,156,088. An unrealized gain of \$72,675 is included in the Statements of Activities. The net assets of the Endowment Fund are classified as unrestricted.

Interpretation of Relevant Law 55m15 0 (T)-8ETBT1n1 0 0] TJrery 0 0 1 72.0240 1 72.024 2] TJr 7Tm[(m05o(i)e2ca)8()

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NOTES TO FINANCIAL STATEMENTS

Note 7. Board Designated - Endowment Fund (Continued)

Return Objective and Risk Parameters

The Forum has adopted investment and spending policies of the Dickinson College Endowment Fund that

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NOTES TO FINANCIAL STATEMENTS

Note 8. Fair Value Measurements (Continued)