

**SOUTH FLORIDA MUSICIANS ASSOCIATION
LOCAL 655**

DECEMBER 31, 2014 REVIEW

Thomas J. Choate, P.A.

Certified Public Accountant

Member:
Florida Institute of
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February 20, 2015

The Board of Directors
South Florida Musicians Association
Local 655, AFM
404 SE 15 Street
Ft. Lauderdale, Florida 33316

Gentlemen of the Board of Directors:

I have reviewed the accompanying balance sheet of the South Florida Musicians Association, Local 655, as of December 31, 2014, and the related statements of revenue, expenses, and fund balances, and cash flows for the twelve months then ended, in accordance with statements on standards for accounting and reviews issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of the South Florida Musicians Association, Local 655.

A review consists principally of inquiries of company personnel and analytical procedures applied to financial data. It is substantially less in scope than an examination in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

Sincerely yours,

Thomas J. Choate, P.A.
Certified Public Accountant

TJC/vtm

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014

NOTE (A) - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Method of Accounting

The financial statements of the South Florida Musicians Association, Local 655, have been prepared on the accrual basis. The accounting policies follow the fund accounting method. Fund accounting is a procedure by which resources are classified for accounting purposes into a fund for specific use. The union operates one General Fund for operational revenues and expenses.

2. Computers, Equipment and Furniture and Fixtures

Equipment is valued at cost with various lives of from 5 to 10 years and depreciated using the straight-line method. Upon retirement or disposal of equipment the asset and related accumulated depreciation are reduced by the amounts involved for the asset. Any resulting gain or loss is included in income.

NOTE (B) - PENSION PLAN

The Union participates in a pension plan of the American Federation of Musicians providing retirement benefits to its employees at a cost of 8.5% on 6/1/10 and 9% on 4/1/11 of compensation.

NOTE (C) - ACCOUNTS RECEIVABLE

The Association's policy concerning members' delinquency is to carry members for four years, at which time they will be expelled. In the past, if a member were suspended, he would be removed from accounts receivable.

NOTE (D) - DESCRIPTION OF LEASING ARRANGEMENTS

The South Florida Musicians Association, Local 655 entered into a month to month lease at \$900.00 per month.

SOUTH FLORIDA MUSICIANS ASSOCIATION
LOCAL 655
BALANCE SHEET
DECEMBER 31, 2013 and DECEMBER 31, 2014

	DECEMBER 31, 2013 General Fund <u>(Undesignated)</u>	DECEMBER 31, 2014 General Fund <u>(Undesignated)</u>
ASSETS		
CURRENT ASSETS:		
Cash Including savings accounts	\$105,070	\$100,971
Accounts receivable, net of allowances for doubtful accounts of \$0--DECEMBER 31, 2013 and \$0--DECEMBER 31, 2014 (NOTE "C")	32,915	34,879
A/R Deferred Income	-0-	-0-
Prepaid Expenses	-0-	-0-
	\$137,985	\$135,850
TOTAL CURRENT ASSETS		
FURNITURE AND OFFICE EQUIPMENT, Net Accumulated Depreciation of \$4,086--DECEMBER 31, 2013 and \$4,086--DECEMBER 31, 2014	-0-	-0-
MACHINERY AND EQUIPMENT, Net Accumulated Depreciation of \$3,467--DECEMBER 31, 2013 and \$3,502--DECEMBER 31, 2014	241	206
OTHER ASSETS:		
Deposits	1,800	1,800
	\$140,026	\$137,856
TOTAL ASSETS	=====	=====

SEE ACCOUNTANT'S REVIEW REPORT
Footnotes are an integral part of this report.

SOUTH FLORIDA MUSICIANS ASSOCIATION
 Local 655
 Balance Sheet Continued
 Page Two

	DECEMBER 31, 2013 General Fund <u>(Undesignated)</u>	DECEMBER 31, 2014 General Fund <u>(Undesignated)</u>
LIABILITIES AND FUND BALANCES		
CURRENT LIABILITIES:		
Accounts Payable and accrued liabilities	\$ (28)	5,329
Deferred Income	1,884	1,298
	_____	_____
TOTAL CURRENT LIABILITIES	\$ 1,856	\$ 6,627
	_____	_____
TOTAL LIABILITIES	\$ 1,856	\$ 6,627
FUND BALANCES:		
General Fund	138,170	131,229
	_____	_____
TOTAL LIABILITIES AND FUND BALANCES	\$140,026 =====	\$137,856 =====

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**SOUTH FLORIDA MUSICIANS ASSOCIATION
LOCAL 655
STATEMENT OF REVENUE, EXPENSE, AND CHANGES IN FUND BALANCES
TWELVE MONTHS ENDED DECEMBER 31, 2013 and
TWELVE MONTHS ENDED DECEMBER 31, 2014**

	DECEMBER 31, 2013 General Fund <u>(Undesignated)</u>	DECEMBER 31, 2014 General Fund <u>(Undesignated)</u>
GENERAL FUND:		
REVENUE		
Regular dues	\$ 50,941	\$ 50,584
Local work dues	10,107	8,528
Traveling work dues	991	709
Initiation fees	450	815
Late charges	180	115
Reinstatement fees	540	340
Special Assessment fees	0	0
CBA Work dues	8,786	7,562
Return Checks S/C	0	0
Recording Work Dues	14,045	8,911
Gain (Loss) on Assets	0	0
Directory & Newsletter Advertising	0	0
PBO Players Association Income	840	900
Administrative Fees	2,580	3,069
Booking Income	0	0
Interest Income	29	16
Capital Gains (Losses)	0	0
Miscellaneous	0	2
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TOTAL REVENUE	\$ 89,489	\$ 81,551
 EXPENSE		
Per capita and Insurance:		
Per capita dues to A.F.M.	\$ 16,581	\$ 18,512
A.F.M. Work Dues	6,127	5,491
AFL-CIO dues	284	270
ROPA Dues	780	780
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	\$ 23,772	\$ 25,053

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SOUTH FLORIDA MUSICIANS ASSOCIATION, Local 655
Statement of Revenue, Expense, and Changes in Fund Balances Continued
Page Two

	DECEMBER 31, 2013 General Fund <u>(Undesignated)</u>	DECEMBER 31, 2014 General Fund <u>(Undesignated)</u>
Salaries:		
Officers	22,100	22,100
Office	83	0
Subcontractor/Business Agent	0	0
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	\$ 22,183	\$ 22,100
Occupancy:		
Utilities	\$ 1,140	\$ 1,140
Repairs/maintenance	0	0
Depreciation	35	35
Insurance	1,872	1,795
Rent	9,290	9,417
License and Taxes	61	61
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	\$ 12,398	\$ 12,448
Office:		
Telephone	\$ 3,112	\$ 3,182
Repairs and maintenance, equipment	0	0
Accounting	2,200	2,200
Supplies	521	344
Computer Expense	0	0
Printing	116	37
Dues & Subscriptions	0	0
Equipment Lease/Pitney Bowes	0	0
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	\$ 5,949	\$ 5,763
Publications:		
South Florida Musician Newsletter	\$ 0	\$ 0
Mailing and Postage	686	656
Directory Mailing and Publishing	0	0
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	\$ 686	\$ 656

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SOUTH FLORIDA MUSICIANS ASSOCIATION, Local 655
Statement of Revenue, Expense, and Changes in Fund Balances Continued
Page Three

	DECEMBER 31, 2013 General Fund <u>(Undesignated)</u>	DECEMBER 31, 2014 General Fund <u>(Undesignated)</u>
Other Expenses:		
Payroll taxes	\$ 1,938	\$ 1,885
Pension Contribution; Note (B)	1,989	1,989
Convention and conferences	2,900	2,126
Legal	10,446	6,030
Musician Fees	0	0
Member Services/Strike Expense	0	0
Miscellaneous	245	0
Miscellaneous-Moving Expense	0	0
Miscellaneous-Booking Work Dues	0	0
Bank Charges	457	447
Bad Debts	6,707	4,369
Advertising	0	0
Election Expense	0	307
Meeting Expense	451	144
PBO Players Assoc Expense	355	394
Executive Board Travel and Expenses	5,300	4,780
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	\$ 32,788	\$ 22,471
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TOTAL EXPENSES	\$ 97,776	\$ 88,491
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Excess (deficiency) of revenue over expense	\$ (8,287)	\$ (6,940)
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Fund balance, beginning of year	\$ 146,456	\$ 138,169
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Fund balance, end of year	\$ 138,169 =====	\$ 131,229 =====

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