ITS YOUR MONEY!

FINANCE 101
WHERE DOES THE $$$ COME FROM?

• AANA DUES PROVIDES $202.30 FOR EACH STATE CRNA
• TIDINGS ADVERTISEMENTS
• WEBSITE ADVERTISEMENTS
• MONEY MARKET INTREST
BUDGET COMPONENTS

- THE INVESTMENT FUNDS
- THE OPERATING FUNDS
WHERE IS THE MONEY?

• MORGAN STANLEY

INVESTMENTS

VANGUARD
WHY INVESTMENTS?

• TO ASSIST THE PANA WITH LEGISLATIVE ISSUES IMPACTING OUR PRACTICE
WHERE IS THE MONEY?

- CONSERVATIVE
- BALANCED
- FOLLOWS THE GUIDELINES OF AANA
- FINANCE COMMITTEE REVIEWS STATEMENTS, MEETS WITH ADVISORS
OPERATING BUDGET

• SUPPORTS ALL EXPENSES GENERATED BY PANA WITH BOARD APPROVAL

• IDENTIFY NUMEROUS ACCOUNTING CATEGORIES
BUDGET PROCESS

• IDENTIFIES OVER / UNDER SPENDING
• IDENTIFIES REVENUE EXCESSES OR DEFICIENCIES
• BASIS FOR EVALUATING THE BUDGET PERFORMANCE
WHERE TO BEGIN??

PREPARING A BUDGET

ANNUAL EXPENDITURES WITH LITTLE VARIANCE

PROJECTS BASED ON ACTUAL DATA

PROJECTS BASED ON A “BEST GUESS”
A BUDGET IS A FORECAST OF FUTURE EVENTS, BASED ON PAST DECISIONS

EVALUATES COMPARISONS OF ACTUAL TO BUDGET EXPECTATIONS

EVALUATES THE PERFORMANCE OF THE PEOPLE RESPONSIBLE FOR REVENUE AND EXPENSES
IS THERE “BUDGETARY CONTROL”?

• YES! YES! AND YES!
BOARD ACTION

• ACT IF EXPENSES EXCEED BUDGET
• ACT IF INCOME IS LESS THAN ANTICIPATED
• FACE UNPLEASANT, CORRECTIVE ACTION
• TAKE AGGRESSIVE ACTION
CONCLUSION

• THE FOUNDATION OF A SOUND FINANCIAL STRUCTURE IS A WELL-CONCEIVED BUDGET
• A TIMELY REPORTING SYSTEM
• BOARD WILLINGNESS TO TAKE CORRECTIVE ACTION