

Treasurer Report Prepared for the BOD at the 2017 AGM

JCNA corporate policy indicates the duties of the treasurer include, have custody of JCNA funds and securities, keep full and accurate accounts of receipts and disbursements, deposit all money and other valuable effects in the name and to the credit of JCNA, monitor financial position of JCNA, prepare quarterly statements to the BOD, and supervise preparation of Federal and other tax returns. I thought it important to review the corporate policy and report to the BOD my thoughts around the key responsibilities. My report today will be brief and keep to the high level details. More information is available in the report from the Chairman of the Business Committee.

At the end of calendar year 2016. JCNA had funds available with 2 institutions.

1. With Merrill Lynch, managed by Phil Taxman, our savings was \$212,348.15
2. With Wells Fargo, our combined account balance was \$65,757.91

As reported last year, we moved to an outside accounting firm. Michael Blissman CPA. Located in Latrobe Pa. They now manage the day to day entry of financial information into QuickBooks with input from various sources including the Administrator, Chair of the Business Committee, and Treasurer. Both the Treasurer and Chair of the Business Committee have on line access to QuickBooks, and JCNA accounts at Wells Fargo Bank. Now in the second year as our outside accounting firm, it is my opinion that the work is very good, reporting is timely, and conversations are candid. I believe now more than ever, that the move to an outside accounting firm was a good one. Michael Blissman CPA recently accepted responsibility for maintenance of the JCNA master membership roster.

Since we implemented a permanent mailing address in Sanford NC. Any mail that includes checks is forwarded by the Administrator to the Treasurer for review and deposit of funds into the JCNA accounts. Funds from credit card sales, deposit directly into our Wells Fargo Account, and funds from paypal transactions are regularly swept into our Wells Fargo Account. Our accounts are reviewed monthly and transactions are verified by our CPA firm. Although the mailing process does slow down deposit of funds by a few days, we do have good control, and ability to view activity as needed. Unfortunately, I must report that we had a major breach of our Wells Fargo accounts in late 2016, by an unknown individual or individuals that resulted in a significant number of fraudulent transactions. Ultimately all funds were returned to JCNA accounts, and new checking, and savings accounts were opened, along with closure of the old accounts. I suggest that the leadership of JCNA explore other banking options during the coming months, based on a number of factors, including WellsFargo handling of the fraudulent activity, noted above.

Quarterly financial statements have been prepared for Quarter 1-3 in 2016, with Q4 pending completion as of this writing. These statements were presented to the BOD, and JCNA leadership for their review. It

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is my observation that we are in good financial health. Our savings with Merrill Lynch continues to grow, and our cash on hand is stable. We have been able to support the normal day to day activities of JCNA from regular income, along with ongoing maintenance and updates to our website. We have a limited amount of additional funds available to support new projects and programs approved by JCNA leadership and BOD.

We do not have a 2017 budget. I state that so that everyone involved in financial activities is encouraged to be very diligent, and frugal with regard to areas they are involved with where funds are expended.

Our Tax returns will be prepared by Blissman CPA, and reviewed before sending to the IRS.

Respectfully Submitted.

Gary Kincel

Treasurer