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Summary of the Financial Statements

The Association closed 2019 with a positive balance in its finances and a favorable opinion from the external auditors. Total income was \$226,501 (4.9% higher than in 2018) and expenses were \$219,854 (6.9% higher than 2018), for a net income of \$6,647. This amount was applied to the Association's reserves.

The main increase in expenses was the result of the Association hiring of a Coordinator as staff, which was partially offset by lower consulting expenses; an increase in

costs under "Publications," which included drafting and production of the redesigned Annual Report; and improvements in the Association's web page. In addition, there was an increase in expenses for the Association's Annual Meeting.

The Association continues to prudently invest its funds in certificates of deposit at the IDB Global credit union. In summary, the Association's financial situation remains solid.

Financial Statements



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Association of Retirees of the
Inter-American Development Bank

Report on the Financial Statements

We have audited the accompanying financial statements of the Association of Retirees of the Inter American Development Bank (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets-cash basis as of December 31, 2019, and the related statements of revenue and expenses and net assets-cash basis for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the

financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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 assets, liabilities, and stockholders' equity of Association of Retirees of the Inter-American Development Bank as of December 31, 2019, and its revenue and expenses and changes in net assets for the year then ended, in accordance with the cash basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

 CPA LLC

Arleen Trundy, CPA
Great Falls, Virginia
February 18, 2020

NOTES TO FINANCIAL STATEMENTS

December 31, 2019

Association of Retirees of the Inter-American Development Bank (the Company) was organized on September 15, 1992 pursuant to the laws of the District of Columbia. The company shall represent the rights and interests of its members before the Inter-American Development Bank.

Income Tax

No provision or benefit for income tax has been included in these financial statements as the company is a nonprofit entity. The company's tax returns for 2016, 2017, and 2018 are still open for audit by the Internal Revenue Service. The company has received no notice of impending audit.

Cash and Cash Equivalents

For purposes of the statements of Cash flows, the partnership considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Note 1

The financial statements are prepared on the Cash basis of accounting. As such, unpaid expenses and undeposited income are not recorded in these financial statements.

Note 2 – Concentration of Credit Risk

The partnership maintains its cash account with one financial institution. Cash balances are insured by the National Credit Union Association up to \$250,000 at each institution. Occasionally these balances may exceed the federal insurance limit; however, the partnership did not experience any losses in its balances above the government-insured amount. The partnership estimates that there is no significant risk of credit concentration as of December 31, 2019.

BALANCE SHEET

As of December 31, 2019 and 2018 (in US\$)

	2019	2018
Assets	512,427	506,025
Current Assets		
Checking/Savings		
Operating Capital - Banks	199,415	19,852
IDBFCU - Checking	34,552	16,628
IDBFCU - Debit Card-Checking	2,259	853
IDBFCU - Debit Card-Savings	85	73
IDBFCU - Savings	162,459	2,238
Petty Cash	60	60
Assets in Certificates of Deposit		
IDBFCU - CDs	301,862	474,958
Restricted Funds - Banks	11,151	11,216
Argentina	497	410
Bolivia	51	50
Brazil	478	707
Chile	714	457
Colombia	336	259
Costa Rica	251	240
Ecuador	1,181	842
El Salvador	536	485
Florida	2,187	4,005
Guatemala	1,279	1,021
Nicaragua	409	266
Panama	746	729
Paraguay	54	86
Peru	1,944	1,541
Uruguay	488	117
Equity	512,427	506,025
Equity	512,427	506,025
Operational Reserve	426,514	426,514
Unrestricted Reserve	79,266	69,294
Net Income	6,647	10,217

ORDINARY INCOME AND EXPENSES

January through December 2019 and 2018 (in US\$)

	2019	2018
Income	226,501	215,922
IDB Contribution	168,763	166,163
Membership Dues	52,494	47,375
Cash Memberships	105	122
Payroll Deductions	52,389	47,253
Reserves - Interest Earned	5,244	2,384
IDBFCU CDs	4,718	1,654
Other Interest (Bank Accounts)	526	730
Expenses	219,854	205,705
Administrative Expenses	160,667	141,051
Audit Services	3,500	3,500
Tax Return Preparation	500	500
Bank Fees and Other Charges	77	165
Communications	573	195
Consulting Support Services	59,777	129,149
District of Columbia License	319	309
Professional Insurance	1,519	1,438
Legal Fees	1,125	0
Office Supplies	2,345	1,056
Parking	3,700	4,440
Payroll	79,000	0
Payroll Taxes	6,043	0
Postage	356	45
Representation Expenses	1,832	254
Meetings and Donations	14,064	39,753
Annual Meeting	10,582	6,952
Awards	2,000	1,500
Donations (Disaster Relief)	0	1,150
Elections	1,482	1,343
International Chapter Meetings	0	28,808
Member Activities	17,836	17,348
Chapter Expenses	5,828	8,479
Argentina	900	1,200
Bolivia	688	0
Brazil	959	713
Chile	920	981
Colombia	450	540
Costa Rica	122	286
El Salvador	260	400
Florida	0	531
Panama	416	1,246
Paraguay	207	207
Peru	425	910
Uruguay	480	1,465
Headquarters Functions	7,859	8,869
Member Seminars	4,149	0
Publications	27,287	7,553
Annual Report	15,145	0
Newsletter	2,300	797
Publication - Translations	871	2,898
Web Page Expenses	743	784
Web Page Projects	8,228	3,074
Net Income	6,647	10,217