

HCD 2010-11 Financial Report (Full Year, Prepared 2011-10-08)

Summary

HCD was profitable for FY 2010-11, but the profit / headcount trends are down.

- Gross Income was down 6% year-to-year, with CZ and Swing declining year-to-year. Swing accounts for 39% and contra, Contra 27%, others lesser amounts. Parent “income” was primarily the group membership tax.
- Expense was down 5% year-to-year. Contra's expense grew significantly (in part due to sound system purchases). Swing accounted for 42% of total expense, Contra 25%, others lesser amounts.
- Profit (Net Income): Swing suffered a loss overall; the other groups were profitable (with Parent a special situation, with “profit” not really relevant). Swing Jam moved to “profitable” after a operating at a loss for several years. Contra accounted for about 2/3 of the overall profit, and Swing Jam about 1/3.
- Headcount: HCD's overall headcount dropped 10% year-to-year, driven primarily by a decline of 14% in Swing's headcount. Other groups' headcounts were more-or-less stable year-to-year. Swing still accounted for 42% of HCD attendance, Contra 26%, other groups lesser amounts.
- Ending funds: Swing accounted for 56% of HCD's funds (CD, checking account, and cash kitty), Contra 18%, Cajun/Zydeco 15%.

	FY 2009-10 (12 mo)					FY 2010-11 (12 mo)				
	Income	Expense	Net Income	Head-count	Ending Funds	Income	Expense	Net Income	Head-count	Ending Funds
Parent	4080	6250	(2170)	174	1000	2243	2397	(154)		845
C/Z	9715	9080	635	779	9033	8320	8270	50 [369]	675	9082
Contra	14061	11176	2885	1369	9571	15694	14071	1623 [2034]	1385	11195
Swing	25708	24845	863	2646	35771	23225	23751	(527) [682]	2267	35245
SJam	3487	3915	(428)	475	2968	3960	3103	857 [941]	440	3825
Waltz	5664	5039	625	552	2271	5519	5455	64 [160]	600	2335
Overall	62715	60305	2410	5995	60614	58961	57047	1913	5367	62527

Note: The bracketed figures show what the member groups' net incomes would have been without the HCD group membership “tax.”

Discussion

- Group membership “tax”: To offset the loss of membership income and to provide

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sufficient funds for parent operations, at the start of the year we taxed the member groups a total of \$2119 (using a formula that considered both account balances and 2009-10 net income): CZ \$319, Contra \$411, Swing \$1209, Swing Jam \$84, and Waltz \$96. The tax is a permanent fixture and cost of doing business, so the groups should anticipate a 2011-12 tax early in the next fiscal year.

- Tax return: I submitted our tax return (Form 990) on time in November.; the return is posted in the Board member's area of our webpage. I prepared and submitted the 1099s on time in January.
- Group financial management: All groups are in now compliance with our financial reporting requirements. Waltz has had some reporting issues which delayed completion of this financial report. C/Z, Contra, and Swing Jam have been utterly reliable in their reporting. Swing is the "most improved" - I no longer have issues with them.

Respectfully submitted,

Robert H. Lindauer, Jr.,
Treasurer