

*The Virginia Society of Certified
Public Accountants and
The Virginia Society of Certified Public Accountants'
Political Action Committee*

Consolidated Financial Statements

Years Ended April 30, 2015 and 2014



**Virginia Society of
Certified Public
Accountants**

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***The Virginia Society of Certified Public Accountants and
The Virginia Society of Certified Public Accountants' Political Action Committee***

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Independent Auditors' Report

Board of Directors
The Virginia Society of Certified Public Accountants
Glen Allen, Virginia

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of ***The Virginia Society of Certified Public Accountants and The Virginia Society of Certified Public Accountants' Political Action Committee***, which comprise the consolidated statements of financial position as of April 30, 2015 and 2014, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits 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 consolidated financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the consolidated 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of *The Virginia Society of Certified Public Accountants and The Virginia Society of Certified Public Accountants' Political Action Committee*, as of April 30, 2015 and 2014, and the changes in net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Mitchell, Wiggins & Company LLP

Richmond, Virginia
July 21, 2015

*The Virginia Society of Certified Public Accountants and
The Virginia Society of Certified Public Accountants' Political Action Committee*

Consolidated Statements of Financial Position

April 30,	2015	2014
ASSETS		
Current assets		
Cash and cash equivalents	\$ 1,336,866	\$ 1,333,533
Trade account receivables	95,582	44,148
Investments	1,111,838	297,805
Prepaid expenses	226,456	190,737
Total current assets	2,770,742	1,866,223
Investments	175,223	985,425
Property and equipment – net	1,244,870	1,320,620
	\$ 4,190,835	\$ 4,172,268
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable	\$ 53,244	\$ 93,625
Accrued expenses	135,688	206,264
Deferred revenues	576,928	504,288
Accrued retirement	148,799	132,241
Total current liabilities	914,659	936,418
Net assets		
Unrestricted:		
Invested in property and equipment	1,244,870	1,320,620
Board designated for facility and technology	552,106	550,110
Board designated for operating expenses	945,467	1,027,483
Undesignated	413,581	206,675
	3,156,024	3,104,888
Temporarily restricted (VSCPA PAC)	120,152	130,962
Total net assets	3,276,176	3,235,850
	\$ 4,190,835	\$ 4,172,268

The accompanying notes are an integral part of these financial statements.

*The Virginia Society of Certified Public Accountants and
The Virginia Society of Certified Public Accountants' Political Action Committee*

Consolidated Statements of Activities

Years Ended April 30,	2015	2014
Change in unrestricted net assets		
Revenue:		
Program:		
Continuing education:		
Seminars	\$ 1,287,504	\$ 1,311,337
Conferences	400,402	539,085
Ethics	567,566	507,665
Online	149,500	89,900
Other CPE	19,730	13,552
Peer Review	203,669	194,948
Membership	2,175,528	2,075,055
Communications	42,292	50,447
Students & Young Professionals	106,536	115,765
Net assets released from restriction, VSCPA PAC	81,308	80,336
	<u>5,034,035</u>	<u>4,978,090</u>
Other:		
Affinity Income	171,444	180,034
Investment Income	9,991	10,064
Unrealized gain/(loss) on investments	1,831	(2,298)
Rental Income	38,657	35,427
Gain/(loss) on disposal of property and equipment	1,128	(3,478)
Miscellaneous	10,637	3,292
Total support and unrestricted revenues	<u>5,267,723</u>	<u>5,201,131</u>
Expenses:		
Program services:		
Continuing Education	2,371,650	2,168,075
Leadership	309,950	327,957
Peer Review	186,274	181,957
Membership	701,180	696,462
Communications	266,417	310,095
Students & Young Professionals	262,541	239,585
Public Relations	81,114	161,206
Legislative	262,497	181,289
VSCPA PAC	81,308	80,336
Supporting services:		
Administrative and general	693,656	838,917
Total expenses	<u>5,216,587</u>	<u>5,185,879</u>
Change in unrestricted net assets	<u>51,136</u>	<u>15,252</u>
Change in temporarily restricted net assets		
Contributions to the VSCPA PAC	70,498	75,475
Net assets released from restriction, VSCPA PAC	(81,308)	(80,336)
Change in temporarily restricted net assets	<u>(10,810)</u>	<u>(4,861)</u>
Change in net assets	<u>40,326</u>	<u>10,391</u>
Net assets – beginning of year	<u>3,235,850</u>	<u>3,225,459</u>
Net assets – end of year	<u>\$ 3,276,176</u>	<u>\$ 3,235,850</u>

The accompanying notes are an integral part of these financial statements.

The Virginia Society of Certified Public Accountants and
The Virginia Society of Certified Public Accountants' Political Action Committee

Consolidated Statement of Functional Expenses

Year Ended April 30, 2015

	Continuing Education	Leadership	Peer Review	Membership	Communications	Students & Young Professionals	Public Relations	Legislative	VSCPA PAC	Total Program Services	Total Administrative and General	Total
Leadership	\$ -	\$ 62,739	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 62,739	\$ -	\$ 62,739
Peer review administration	-	-	79,001	-	-	-	-	-	-	79,001	-	79,001
Public/member services	-	-	-	116,454	-	68,486	37,884	-	-	222,824	-	222,824
Communications	-	-	-	-	172,912	-	-	-	-	172,912	-	172,912
Legislative	-	-	-	-	-	-	-	55,634	-	55,634	-	55,634
Continuing education:												
Seminars	870,115	-	-	-	-	-	-	-	-	870,115	-	870,115
Conferences	191,460	-	-	-	-	-	-	-	-	191,460	-	191,460
Ethics	167,975	-	-	-	-	-	-	-	-	167,975	-	167,975
Online	49,714	-	-	-	-	-	-	-	-	49,714	-	49,714
Other CPE	60,630	-	-	-	-	-	-	-	-	60,630	-	60,630
Rental expenses	-	-	-	-	-	-	-	-	-	-	55	55
Salaries	632,228	151,483	65,734	358,302	57,297	118,911	26,490	126,759	-	1,537,204	425,017	1,962,221
Employee benefit/payroll costs	157,332	37,697	16,358	89,164	14,259	29,591	6,592	31,545	-	382,538	105,767	488,305
Office supplies and postage	2,947	706	306	1,670	267	554	123	591	2,807	9,971	1,982	11,953
Equipment expense	98,402	23,577	10,231	55,767	8,918	18,508	4,123	19,729	-	239,255	66,151	305,406
Bank/credit card fees	35,964	8,617	3,739	20,382	3,259	6,764	1,507	7,211	-	87,443	24,176	111,619
Occupancy expense	79,385	19,021	8,254	44,990	7,194	14,931	3,326	15,916	-	193,017	53,367	246,384
Professional fees	15,382	3,686	1,599	8,718	1,394	2,893	645	3,084	-	37,401	10,340	47,741
Other administration	10,116	2,424	1,052	5,733	917	1,903	424	2,028	11,001	35,598	6,801	42,399
Political contributions	-	-	-	-	-	-	-	-	67,500	67,500	-	67,500
	\$ 2,371,650	\$ 309,950	\$ 186,274	\$ 701,180	\$ 266,417	\$ 262,541	\$ 81,114	\$ 262,497	\$ 81,308	\$ 4,522,931	\$ 693,656	\$ 5,216,587

The accompanying notes are an integral part of these financial statements.

*The Virginia Society of Certified Public Accountants and
The Virginia Society of Certified Public Accountants' Political Action Committee*

Consolidated Statement of Functional Expenses

Year Ended April 30, 2014

	Continuing Education	Leadership	Peer Review	Membership	Communication:	Students & Young Professionals	Public Relations	Legislative	VSCPA PAC	Total Program Services	Total Administrative and General	Total
Leadership	\$ -	\$ 66,928	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 66,928	\$ -	\$ 66,928
Peer review administration	-	-	75,000	-	-	-	-	-	-	75,000	-	75,000
Public/member services	-	-	-	119,971	-	75,648	48,200	-	-	243,819	-	243,819
Communications	-	-	-	-	155,388	-	-	-	-	155,388	-	155,388
Legislative	-	-	-	-	-	-	-	53,322	-	53,322	-	53,322
Continuing education:												
Seminars	905,975	-	-	-	-	-	-	-	-	905,975	-	905,975
Conferences	254,012	-	-	-	-	-	-	-	-	254,012	-	254,012
Ethics	82,874	-	-	-	-	-	-	-	-	82,874	-	82,874
Online	24,765	-	-	-	-	-	-	-	-	24,765	-	24,765
Other CPE	60,065	-	-	-	-	-	-	-	-	60,065	-	60,065
Rental expenses	-	-	-	-	-	-	-	-	-	-	124	124
Salaries	522,495	162,290	66,499	358,424	96,187	101,926	70,260	79,562	-	1,457,643	521,505	1,979,148
Employee benefit/payroll costs	131,718	40,912	16,764	90,356	24,248	25,695	17,712	20,057	-	367,462	131,469	498,931
Office supplies and postage	4,237	1,316	539	2,906	780	826	570	645	3,841	15,660	4,229	19,889
Equipment expense	74,086	23,011	9,429	50,822	13,638	14,452	9,962	11,281	-	206,681	73,946	280,627
Bank/credit card fees	28,842	8,959	3,671	19,785	5,310	5,626	3,878	4,392	-	80,463	28,788	109,251
Occupancy expense	60,477	18,785	7,697	41,486	11,133	11,798	8,132	9,209	-	168,717	60,363	229,080
Professional fees	10,320	3,206	1,313	7,080	1,900	2,013	1,388	1,571	-	28,791	10,301	39,092
Other administration	8,209	2,550	1,045	5,632	1,511	1,601	1,104	1,250	11,945	34,847	8,192	43,039
Political contributions	-	-	-	-	-	-	-	-	64,550	64,550	-	64,550
	\$ 2,168,075	\$ 327,957	\$ 181,957	\$ 696,462	\$ 310,095	\$ 239,585	\$ 161,206	\$ 181,289	\$ 80,336	\$ 4,346,962	\$ 838,917	\$ 5,185,879

The accompanying notes are an integral part of these financial statements.

*The Virginia Society of Certified Public Accountants and
The Virginia Society of Certified Public Accountants' Political Action Committee*

Consolidated Statements of Cash Flows

Years Ended April 30,	2015	2014
Cash flows from operating activities		
Change in net assets	\$ 40,326	\$ 10,391
Adjustments to reconcile to net cash provided by operating activities:		
Depreciation	170,388	210,654
Unrealized (gain)/loss on investments	(1,831)	2,298
(Gain)/loss on disposal of property and equipment	(1,128)	3,478
Change in:		
Trade account receivables	(51,434)	11,965
Due from VSCPA Educational Foundation	-	3,000
Prepaid expenses	(35,719)	54,658
Accounts payable	(40,381)	33,137
Accrued expenses	(70,576)	1,460
Pledges payable	-	(3,000)
Deferred revenues	72,640	(91,414)
Accrued retirement	16,558	2,821
Net cash provided by operating activities	98,843	239,448
Cash flows from investing activities		
Purchase of property and equipment	(94,877)	(78,096)
Proceeds from sale of property and equipment	1,367	-
Purchase of investments	(800,000)	(2,546,000)
Proceeds from sale of investments	798,000	2,295,000
Net cash used in investing activities	(95,510)	(329,096)
Change in cash and cash equivalents	3,333	(89,648)
Cash and cash equivalents - beginning of year	1,333,533	1,423,181
Cash and cash equivalents - end of year	\$ 1,336,866	\$ 1,333,533

The accompanying notes are an integral part of these financial statements.

*The Virginia Society of Certified Public Accountants and
Certified Public Accountants' Political Action Committee of Virginia*

Notes to Consolidated Financial Statements

April 30, 2015 and 2014

Note 1. Organization and Nature of Activities

The Virginia Society of Certified Public Accountants (Society) is the registered trade name of The Virginia Society of Public Accountants, Incorporated, a nonprofit organization formed in Virginia in 1909 to enhance the success of Certified Public Accountants (CPAs) and their profession by communicating information and vision, promoting professionalism, and advocating members' interests. The Society's membership consists of more than 11,000 individual CPAs who actively work in public accounting, private industry, government agencies, or at educational institutions. The Society is primarily supported through membership dues and continuing education program fees.

The Society has a political action committee called *The Virginia Society of Certified Public Accountants' Political Action Committee* (VSCPA PAC), which has been consolidated in these financial statements. There were no significant transactions between the Society and the VSCPA PAC. The purpose of the VSCPA PAC is to advocate for the CPA profession in Virginia by providing direct financial contributions to candidates and legislators who support CPA interests. The VSCPA PAC is not affiliated with any specific political party and shall not engage in any lobbying activities.

Note 2. Summary of Significant Accounting Policies

Basis of Accounting

The consolidated financial statements are presented on the accrual basis of accounting. Consequently, revenue is recognized when earned, and expenses are recorded when the obligation is incurred.

Basis of Presentation

Under current accounting standards generally accepted in the United States of America, the Society is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The financial statements report amounts separately by class of assets as follows:

Unrestricted amounts are those net assets including both board designated and other unrestricted funds. They include revenue and expenses used currently for the general operations of the Society. General contributions that are restricted by the donor are reported as increases in unrestricted net assets if the donor restrictions expire in the fiscal year in which the contributions are recognized.

Temporarily restricted amounts are those which include contributions restricted by donor designation and are reported as increases in temporarily restricted net assets. When a donor restriction expires either with the passage of time or by actions of the Society, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restriction. Temporarily restricted net assets are comprised of political action committee funds.

Notes to Consolidated Financial Statements

Note 2. Summary of Significant Accounting Policies (Continued)

Basis of Presentation (continued)

Permanently restricted amounts include contributions subject to donor imposed stipulations that they be maintained permanently by the Society, the income from which is expendable in accordance with the conditions of each specific donation. Currently, the Society has no permanently restricted net assets.

Concentration of Credit Risk

The Society's financial assets potentially subject to credit risk include cash and cash equivalents, investments, and trade receivables. At times, the Society may have cash and cash equivalents at a financial institution in excess of insured limits. As of April 30, 2015 and 2014, the Society had cash balances in excess of FDIC limits. The Society places its cash and cash equivalents with a financial institution whose credit rating is monitored by management to minimize the concentration of credit risk. Management periodically evaluates the Society's investments. Receivables are due from business entities and individuals and are not concentrated in any one group or geographic location.

Cash and Cash Equivalents

The Society considers all cash accounts, which are not subject to withdrawal restrictions or penalties, and all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. As of April 30, 2015 and 2014, cash of \$118,156 and \$128,901 is temporarily restricted for the VSCPA PAC.

Trade Account Receivables

The Society extends unsecured credit to its customers in the ordinary course of business, but mitigates the associated credit risk by performing credit checks and actively pursuing past due accounts. Trade account receivables are due 30 days after the issuance of the invoice. Trade account receivables are charged off to bad debts using the direct write-off method when the accounts are considered uncollectible. If the reserve method of accounting for uncollectible accounts was used, it would not have a materially different effect on the financial statements.

Pledge Receivables

Pledges are recognized when the donor makes a promise to give to the VSCPA PAC that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. Pledges receivable are expected to be collected within one year or less.

Notes to Consolidated Financial Statements

Note 2. Summary of Significant Accounting Policies (Continued)

Property and Equipment

Property and equipment are recorded at cost. All items costing \$1,000 and above are capitalized. Depreciation is based on estimated useful service lives and is computed on the straight-line method. Estimated useful lives for real property are 40 to 45 years; all other asset lives range from 3 to 15 years. Maintenance and repairs are charged to expense in the period in which they occur, but renewals and betterments are capitalized.

Investments

Investments consist of brokered certificates of deposit and are stated at market value. The Society considers unrealized gains and losses on investments to be part of its operating activities.

Income Taxes

The Society is exempt from federal income taxes under Section 501(c)(6) of the Internal Revenue Code. The Society is subject to tax on any unrelated business income that it may generate. The VSCPA PAC is subject to tax on investment earnings.

Deferred Revenues

Deferred revenues consist primarily of continuing education fees collected in advance of the course. Deferred revenues also consist of membership dues paid in advance and member overpayments or course cancellations to be applied to future courses.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements. Such estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could vary from the estimates that were used.

Functional Allocation of Expenses

The cost of providing various programs and other activities has been summarized on a functional basis in the statements of activities and statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Advertising

Advertising costs, which are expensed as incurred, were \$26,113 and \$31,250 for years ended April 30, 2015 and 2014, respectively.

Notes to Consolidated Financial Statements

Note 3. Investments

Cost and approximate market value of brokered certificates of deposit at April 30, 2015 and 2014, are as follows:

2015				
	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Approximate Market Value
Brokered Certificates of Deposit	\$ 1,286,000	\$ 1,061	\$ -	\$ 1,287,061

2014				
	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Approximate Market Value
Brokered Certificates of Deposit	\$ 1,284,000	\$ -	\$ 770	\$ 1,283,230

The Society incurred \$1,831 in unrealized gains for the year ended April 30, 2015 and \$2,298 in unrealized losses for the year ended April 30, 2014.

Note 4. Property and Equipment

Property and equipment consisted of the following at April 30:

	2015	2014
Land	\$ 268,561	\$ 268,561
Building and improvements	1,822,792	1,811,502
Furniture and equipment	269,755	314,389
Computer hardware	239,798	210,896
Computer software	204,900	172,232
	2,805,806	2,777,580
Less accumulated depreciation and amortization	(1,560,936)	(1,456,960)
	\$ 1,244,870	\$ 1,320,620

The Society purchased a new phone system in 2008 for \$55,060, and the useful life of the equipment was estimated to be 15 years with no residual value. The equipment has been depreciated under the straight line depreciation method for the fiscal years 2009 through 2013, resulting in accumulated depreciation of \$17,436 as of April 30, 2013. During fiscal year 2014, the Society revised the useful life of the phone system to six years. As a result of the change in the estimated useful life of the phone system, the remaining net book value of \$37,624 has been fully depreciated as of April 30, 2014.

Notes to Consolidated Financial Statements

Note 5. Lease and Lease Commitments

The Society has operating leases for equipment that expire between 2015 and 2019. Estimated future minimum lease payments for the equipment for years ending April 30 are as follows:

2016	\$ 26,014
2017	22,419
2018	22,419
2019	18,683
	<u>\$ 89,535</u>

Total rental expense for the years ended April 30, 2015 and 2014, was \$33,479 and \$34,748, respectively.

Note 6. Retirement Benefits

The Society has a salary deferral plan under Section 401(k) of the Internal Revenue Code for eligible employees. Under the plan, a participant's entry date will be the earlier of May 1 or the date six months thereafter, coincident with or next following the satisfaction of eligibility requirements. Elective deferrals are limited to those established annually by the federal government. The Society has the option under the plan to provide matching contributions and/or non-elective discretionary contributions. The Society's discretionary contributions to the plan were \$148,799 and \$132,241 for the years ended April 30, 2015 and 2014, respectively.

Note 7. Related-Party Transactions

The Society is affiliated with the VSCPA Educational Foundation, Inc. (Foundation), a Code Section 501(c)(3) entity. The Society accepted on behalf of and distributed to the Foundation contributions of \$40,315 and \$47,979 for the years ended April 30, 2015 and 2014, respectively. The Society provides personnel, facilities, and other services to the Foundation, a portion of which is recorded as an in-kind contribution from the Society to the Foundation. The in-kind contribution is measured based on the total hours dedicated to the Foundation by Society personnel. During the years ended April 30, 2015 and 2014, the Society charged the Foundation \$27,550 and \$34,680, respectively, for the cost of these services. As of April 30, 2015 and 2014, the in-kind contribution totaled approximately \$27,000 and \$30,000, respectively.

The Society accepted on behalf of The Virginia Society of Certified Public Accountants' Political Action Committee of Virginia (VSCPA PAC) and distributed to the VSCPA PAC contributions of \$27,574 and \$26,839 for the years ended April 30, 2015 and 2014, respectively.

Notes to Consolidated Financial Statements

Note 8. Fair Value Measurements

Financial accounting standards for fair value measurements define fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants at the measurement date. Current accounting standards establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Society has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability; and
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at April 30, 2015 and 2014.

Brokered certificates of deposit: Valued at the closing price reported on an active market on which similar securities are traded.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Society believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Notes to Consolidated Financial Statements

Note 8. Fair Value Measurements (Continued)

The following table sets forth by level, within the fair value hierarchy, the Society's assets at fair value as of April 30, 2015 and 2014:

	April 30, 2015			
	Level 1	Level 2	Level 3	Total
Brokered Certificates of Deposit	\$ -	\$ 1,287,061	\$ -	\$ 1,287,061
Total assets at fair value	\$ -	\$ 1,287,061	\$ -	\$ 1,287,061

	April 30, 2014			
	Level 1	Level 2	Level 3	Total
Brokered Certificates of Deposit	\$ -	\$ 1,283,230	\$ -	\$ 1,283,230
Total assets at fair value	\$ -	\$ 1,283,230	\$ -	\$ 1,283,230

Note 9. Accounting for Uncertain Tax Positions

The Financial Accounting Standards Board issued guidance on accounting for uncertainty in income taxes. Management evaluated the Society's tax positions and concluded that the Society had taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of this guidance. With few exceptions, the Society is no longer subject to income tax examinations by the taxing authorities for years ending before April 30, 2012.

The Society includes penalties and interest assessed by income taxing authorities in administrative and general expenses. The Society did not have penalties and interest relating to income taxes for the years ended April 30, 2015 and 2014.

Note 10. Subsequent Events

Management has evaluated subsequent events through July 21, 2015, the date which the financial statements were available for issue.