



Treasurer

Bill Sandiford



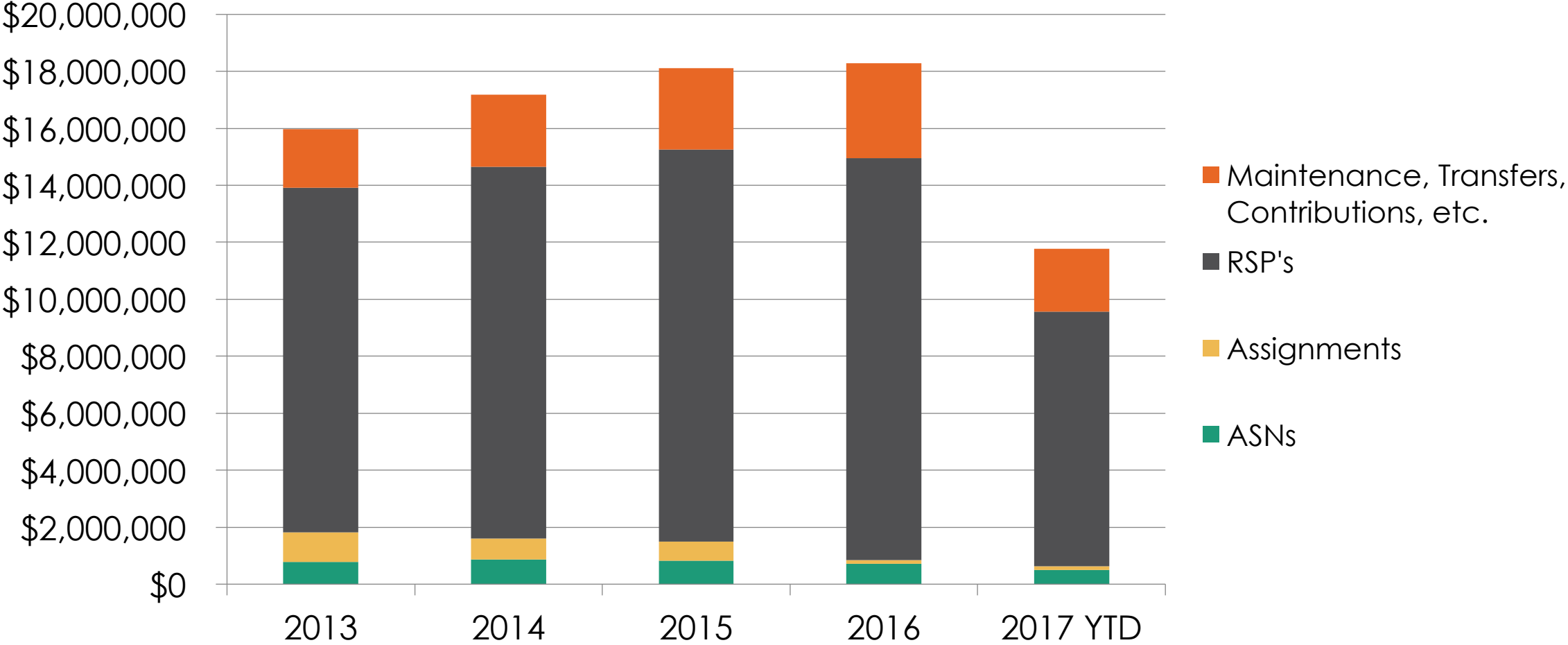
Finance Committee Activities

- 2016 IRS 990 & 990T Prepared, Reviewed, and Filed
- Continued to monitor investments consistent with the Investment Policy Statement
 - As of 31 August 2017, balance was \$30,121,646

Financial Results YTD through August 2017 (unaudited)

- 2017 – through August 31st
- Registration Revenue **\$11,764,104**
 - RSP Registrations = \$8,940,854
 - All Other = \$2,823,250
- 2017 Expenses **\$13,083,195**
- Operating Result **(\$1,319,091)**
- 2017 Investment Result **\$2,406,550**
- Net to Reserves **\$1,087,459**

Registration Revenue



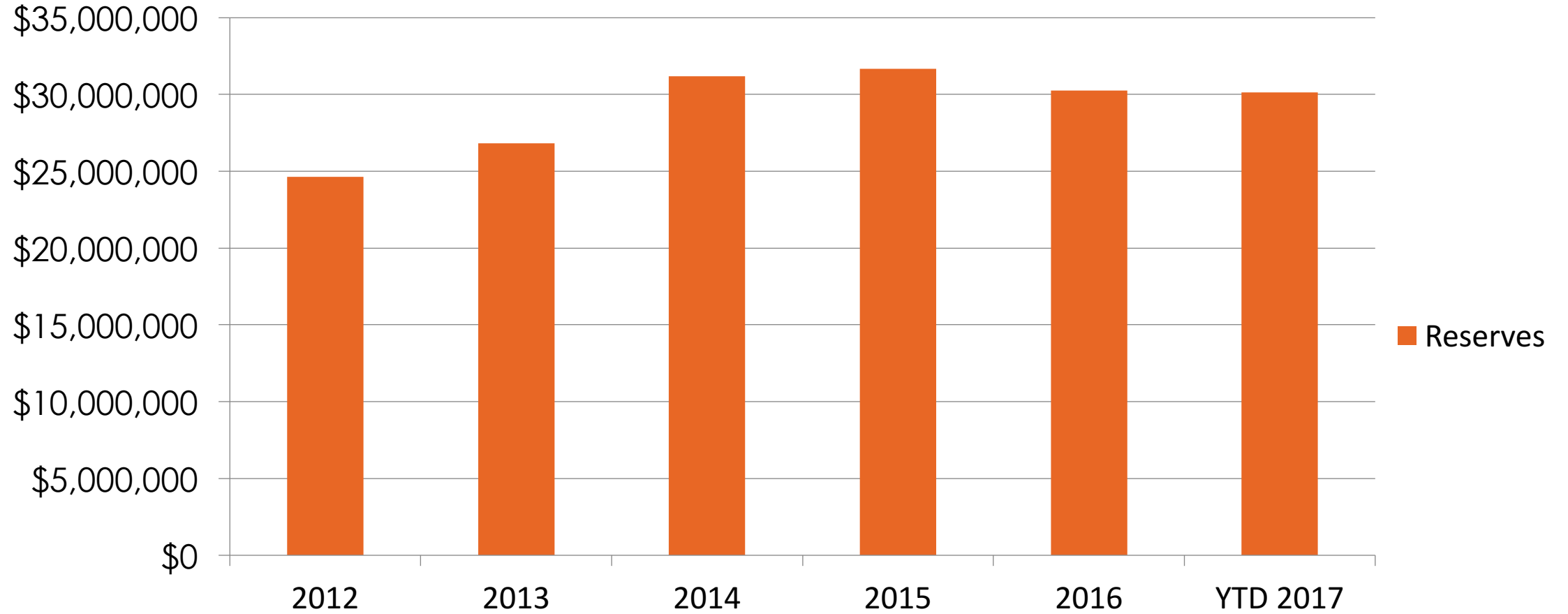
Financial Reserves Through August 31, 2017

The Board of Trustees has designated net assets for the following purposes:

- Legal Defense Reserve Fund – To fund legal challenges as they arise. Balance at 08/31/17 \$2,122,654
- Operating Reserve Fund – To provide short-term financial stability for ARIN. Balance at 08/31/17 \$1,641,207
- Long Term Reserve Fund – To provide long-term financial stability for ARIN. Balance at 08/31/17 \$26,357,785 **

**Note: \$2.5m was withdrawn from this account in January to cover the first ½ year expense deficit as planned in the 2017 budget

ARIN's Financial Reserves



ARIN Reserves and Investment Guidelines



LEGAL DEFENSE FUND

- The investment objectives of the fund are:
 - Liquidity
 - Preservation of capital
 - Optimize the investment return within the constraints of the policy
- Allowable Investments:
 - Interest bearing checking accounts
 - Money Market Funds
 - Federally insured certificate of deposits
 - Direct obligations of the US Government
 - Commercial paper rated A-1/P-1 by Standard & Poor's and Moody's
 - Corporate notes with a minimum rating of investment grade by one rating service
 - Mutual funds meeting the investment guidelines of the Legal Reserve Fund

ARIN Reserves and Investment Guidelines



Operating Reserve Fund

- The investment objectives of the fund are:
 - Liquidity
 - Preservation of capital
 - Optimize the investment return within the constraints of the policy
- Allowable Investments:
 - Money market funds that invest in government-backed securities
 - U.S. federally insured certificates of deposit not to exceed the insurable limit per Institution
 - Direct obligations of the U.S. Government, its agencies and instrumentalities

ARIN Reserves and Investment Guidelines



Long Term Reserve Fund

- The investment objectives of the fund are:
 - A long term goal of maximizing the returns without exposure to undue risk
- Allowable Investments:

- **Asset Class**

- **Target Weight**

- U.S. Large Capitalization Stocks 33%
- U.S. Mid Capitalization Stocks 7%
- U.S. Small Capitalization Stocks 5%
- International Stocks 15%
- TOTAL EQUITY **60%**
- **FIXED INCOME** 35%
- **ALTERNATIVE INVESTMENTS** 5%



- Questions?