

1 Report of the HDA Financial Program – 2023

2  
3 **Strategic Plan Goal #4 – Organizational:** Ensure financial and organizational stability  
4 to serve members and maintain association continuity.

5  
6 The Financial Program has met quarterly to review the HDA’s financial statements and  
7 position as provided by our accounting partners, and to prepare reports for the EC and the  
8 BOT. The Program has also helped develop and review a draft budget for 2024, and  
9 reviewed the findings and recommendations of the association’s 2022 audit as presented  
10 by its outside auditing firm. This year, the FP has also cooperated with the newly formed  
11 Fresh Start Task Force to start the process of using the funds from the sale of the former  
12 HDA building to benefit the association. The FP, in conjunction with the ED has also  
13 moved to make operations of the association easier and more efficient by authorizing the  
14 electronic payment of various bills and expenses, while still being transparent and  
15 accountable with our assets.

16  
17 The audit for 2022 shows the HDA is still in a strong financial position, with many  
18 months of cash reserves available. The auditors did not note any significant issues with  
19 the audit or deficiencies in the accounting practices of our organization.

20  
21 The finances of the association in 2023 are expected to be much more straightforward  
22 than they have been in previous years, mainly due to not owning a building. Instead, the  
23 association has a multi-million dollar bucket of funds that it can use for the benefit of all  
24 our members. Currently, these funds are earning interest in a high-yield savings account  
25 and invested in US Treasury bills. At a 4% interest rate, the association can expect  
26 \$168,000 in income per year. A significant consideration for the association, and one the  
27 FP supports, is the formulation and adoption of an investment strategy to establish a  
28 source of income, separate from member dues and the convention, that would help pay  
29 the expenses of our programs, activities, and operations.

30  
31 The members of this Program are Drs. David Lum (chair), Zach Dodson, and Sean  
32 Holliday.

33  
34  
35 Respectfully Submitted,

36  
37  
38 David Lum, DDS  
39 HDA Treasurer  
40 Financial Program Chair

41  
42  
43 **Recommendation of the HOD Reference Task Force on the Report of the HDA**  
44 **Financial Program:** The HOD Reference Task Force recommends the Report of the  
45 HDA Financial Program be accepted.

47 **Action taken by the House:**