

Note: For the best PDF viewing experience, disable “Enhance thin lines” in Adobe Acrobat. Click on Edit >> Preferences >> Page Display, and uncheck “Enhance thin lines.”



TANNER

BUSINESS ADVISORS AND
CERTIFIED PUBLIC ACCOUNTANTS

CRITICAL KNOWLEDGE



PROACTIVE INSIGHT

Utah State Bar

**Financial Statements and Supplemental Schedules
As of and for the Year Ended June 30, 2017
(with Summarized Financial Information
as of and for the Year Ended June 30, 2016)**

Together with Independent Auditors' Report

Member of
Allinial
GLOBAL™
An association of legally independent firms



Tanner LLC
Key Bank Tower at City Creek
36 South State Street, Suite 600
Salt Lake City, Utah 84111-1400
Telephone 801.532.7444
www.tannerco.com

TANNER
BUSINESS ADVISORS AND
CERTIFIED PUBLIC ACCOUNTANTS

Member of
Allinial
GLOBAL™

INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners of the Utah State Bar

We have audited the accompanying financial statements of the Utah State Bar (a nonprofit corporation) (the Bar), which comprise the statement of financial position as of June 30, 2017, the related statements of activities and cash flows for the year then ended, and the related notes to 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 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 financial statements that are free from material misstatement, whether due to error or fraud.

Auditors' 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to error or fraud. In making those risk assessments, the auditors consider internal control relevant to the Bar'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 Bar'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 financial position of the Bar as of June 30, 2017, and the changes in its net assets and its cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

The summarized comparative information presented herein as of June 30, 2016 and for the year then ended is consistent, in all material respects, with the audited financial statements from which it was derived.

Report on Supplemental Schedules

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedules are presented for the purpose of additional analysis and are not a required part of the financial statements. These schedules are the responsibility of the Bar's management and are derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such schedules have been subjected to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such schedules directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, such schedules are fairly stated in all material respects in relation to the financial statements as a whole.

Tanner LLC

October 6, 2017

UTAH STATE BAR
Statement of Financial Position

As of June 30, 2017
(with Summarized Financial Information as of June 30, 2016)

	<u>Bar Operations</u>	<u>Bar Sections</u>	<u>Client Security Fund</u>	<u>Mandatory Continuing Legal Education Fund</u>	<u>Total 2017</u>	<u>Total 2016</u>
Assets						
Current assets:						
Cash and cash equivalents	\$ 1,745,519	\$ 105,760	\$ 56,552	\$ 96,453	\$ 2,004,284	\$ 2,668,808
Investments, at fair value	5,371,843	415,155	202,196	554,936	6,544,130	4,586,992
Receivables	14,536	-	-	-	14,536	9,211
Prepaid expenses	101,132	-	-	-	101,132	222,763
Total current assets	<u>7,233,030</u>	<u>520,915</u>	<u>258,748</u>	<u>651,389</u>	<u>8,664,082</u>	<u>7,487,774</u>
Property and equipment, net	1,627,849	-	-	838	1,628,687	1,727,432
Total assets	<u>\$ 8,860,879</u>	<u>\$ 520,915</u>	<u>\$ 258,748</u>	<u>\$ 652,227</u>	<u>\$10,292,769</u>	<u>\$ 9,215,206</u>
Liabilities and Net Assets						
Current liabilities:						
Accounts payable and accrued liabilities	\$ 641,036	\$ -	\$ -	\$ 5,056	\$ 646,092	\$ 597,000
Deferred revenue	2,907,099	-	-	-	2,907,099	2,324,862
Current portion of Client Security Fund claims payable	-	-	3,196	-	3,196	50,000
Current portion of capital lease obligation	2,739	-	-	-	2,739	2,905
Interfund advance	(32,697)	11,565	-	21,132	-	-
Total current liabilities	<u>3,518,177</u>	<u>11,565</u>	<u>3,196</u>	<u>26,188</u>	<u>3,559,126</u>	<u>2,974,767</u>
Capital lease obligation, net of current portion	14,786	-	-	-	14,786	-
Total liabilities	<u>3,532,963</u>	<u>11,565</u>	<u>3,196</u>	<u>26,188</u>	<u>3,573,912</u>	<u>2,974,767</u>
Commitments and contingencies (Notes 5, 7 and 8)						
Net assets - unrestricted:						
Undesignated	5,327,916	-	-	-	5,327,916	5,029,507
Designated	-	509,350	255,552	626,039	1,390,941	1,210,932
Total net assets	<u>5,327,916</u>	<u>509,350</u>	<u>255,552</u>	<u>626,039</u>	<u>6,718,857</u>	<u>6,240,439</u>
Total liabilities and net assets	<u>\$ 8,860,879</u>	<u>\$ 520,915</u>	<u>\$ 258,748</u>	<u>\$ 652,227</u>	<u>\$10,292,769</u>	<u>\$ 9,215,206</u>

See accompanying notes to financial statements.

UTAH STATE BAR
Statement of Activities

For the Year Ended June 30, 2017
(with Summarized Financial Information for the Year Ended June 30, 2016)

	<u>Bar Operations</u>	<u>Bar Sections</u>	<u>Client Security Fund</u>	<u>Mandatory Continuing Legal Education Fund</u>	<u>Total 2017</u>	<u>Total 2016</u>
Revenues:						
Licensing	\$ 4,231,420	\$ -	\$ -	\$ -	\$ 4,231,420	\$ 4,217,626
Admissions	459,651	-	-	-	459,651	521,860
New lawyer training program	69,643	-	-	-	69,643	79,029
Office of Professional Conduct	16,741	-	-	-	16,741	14,866
Continuing legal education and conferences	1,065,487	-	-	-	1,065,487	1,022,078
Member services	172,389	-	-	-	172,389	179,957
Public services	15,350	-	-	-	15,350	22,656
Bar sections	-	458,368	-	-	458,368	425,397
Client Security Fund	-	-	44,778	-	44,778	48,142
Mandatory Continuing Legal Education Fund	-	-	-	297,466	297,466	336,191
Facilities	92,046	(54,839)	-	(7,412)	29,795	33,116
In-kind and interfund	24,211	54,839	-	7,412	86,462	95,946
Net investment income	67,046	-	2,625	6,215	75,886	52,531
Total revenues	<u>\$ 6,213,984</u>	<u>\$ 458,368</u>	<u>\$ 47,403</u>	<u>\$ 303,681</u>	<u>\$ 7,023,436</u>	<u>\$ 7,049,395</u>

(continued)

UTAH STATE BAR
Statement of Activities

For the Year Ended June 30, 2017
(with Summarized Financial Information for the Year Ended June 30, 2016)

(Continued)

	Bar Operations	Bar Sections	Client Security Fund	Mandatory Continuing Legal Education Fund	Total 2017	Total 2016
Expenses:						<i>(continued)</i>
Licensing	\$ 100,057	\$ -	\$ -	\$ -	\$ 100,057	\$ 101,764
Admissions	461,090	-	-	-	461,090	448,738
New lawyer training program	83,473	-	-	-	83,473	82,355
Office of Professional Conduct	1,325,501	-	-	-	1,325,501	1,270,115
Continuing legal education and conferences	931,941	-	-	-	931,941	1,011,213
Member services	517,274	-	-	-	517,274	499,435
Public services	408,768	-	-	-	408,768	396,437
Bar sections	-	281,685	-	-	281,685	253,856
Client Security Fund	-	-	26,658	-	26,658	31,703
Mandatory Continuing Legal Education Fund	-	-	-	258,849	258,849	234,581
Bar operations	1,552,971	-	-	-	1,552,971	1,446,334
Facilities	510,290	-	-	-	510,290	497,728
In-kind and interfund	24,211	54,839	-	7,412	86,462	95,943
Total expenses	<u>5,915,576</u>	<u>336,524</u>	<u>26,658</u>	<u>266,261</u>	<u>6,545,019</u>	<u>6,370,202</u>
Increase in net assets	298,408	121,844	20,745	37,420	478,417	679,193
Net assets:						
Beginning of the year	5,029,508	387,506	234,807	588,619	6,240,440	5,561,246
End of the year	<u>\$ 5,327,916</u>	<u>\$ 509,350</u>	<u>\$ 255,552</u>	<u>\$ 626,039</u>	<u>\$ 6,718,857</u>	<u>\$ 6,240,439</u>

See accompanying notes to financial statements.

UTAH STATE BAR
Statement of Cash Flows

For the Year Ended June 30, 2017
(with Summarized Financial Information for the Year Ended June 30, 2016)

	Bar Operations	Bar Sections	Client Security Fund	Mandatory Continuing Legal Education Fund	Total 2017	Total 2016
Cash flows from operating activities:						
Change in net assets	\$ 298,408	\$ 121,844	\$ 20,745	\$ 37,420	\$ 478,417	\$ 679,193
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:						
Depreciation and amortization	234,804	-	-	975	235,779	229,043
Net unrealized gains on investments	24,377	525	306	1,804	27,012	(52,531)
Changes in assets and liabilities:						
Prepaid expenses	121,630	-	-	-	121,630	(140,305)
Receivables	(5,324)	-	-	123	(5,201)	(7,751)
Accounts payable and accrued liabilities	47,121	-	-	1,971	49,092	(22,237)
Deferred revenue	582,237	-	-	-	582,237	209,030
Client Security Fund claims payable	-	-	(46,804)	-	(46,804)	(75,000)
Interfund advance	11,538	3,691	-	(15,229)	-	-
Net cash provided by (used in) operating activities	<u>1,314,791</u>	<u>126,060</u>	<u>(25,753)</u>	<u>27,064</u>	<u>1,442,162</u>	<u>819,442</u>
Cash flows from investing activities:						
Purchases of property and equipment	(118,874)	-	-	-	(118,874)	(101,968)
Purchases of investments	(7,485,438)	(298,972)	(151,555)	(423,384)	(8,359,349)	(13,135,470)
Proceeds from sale of investments and reinvested income	5,729,201	200,000	151,000	295,000	6,375,201	12,234,821
Net cash used in investing activities	<u>(1,875,111)</u>	<u>(98,972)</u>	<u>(555)</u>	<u>(128,384)</u>	<u>(2,103,022)</u>	<u>(1,002,617)</u>
Cash flows from financing activities:						
Payments on capital lease obligation	(3,664)	-	-	-	(3,664)	(3,473)
Net increase (decrease) in cash and cash equivalents	(563,984)	27,088	(26,308)	(101,320)	(664,524)	(186,648)
Cash and cash equivalents as of beginning of the year	2,309,503	78,672	82,860	197,773	2,668,808	2,855,456
Cash and cash equivalents as of end of the year	<u>\$ 1,745,519</u>	<u>\$ 105,760</u>	<u>\$ 56,552</u>	<u>\$ 96,453</u>	<u>\$ 2,004,284</u>	<u>\$ 2,668,808</u>

See accompanying notes to financial statements.

UTAH STATE BAR
Statement of Cash Flows

For the Year Ended June 30, 2017
(with Summarized Financial Information for the Year Ended June 30, 2016)
(Continued)

	<u>Bar Operations</u>	<u>Bar Sections</u>	<u>Client Security Fund</u>	<u>Mandatory Continuing Legal Education Fund</u>	<u>Total 2017</u>	<u>Total 2016</u>
Supplemental disclosure of cash flow information:						
Cash paid for interest	\$ 395	\$ -	\$ -	\$ -	\$ 395	\$ 647
Supplemental disclosures of non-cash investing and financing activities:						
Purchase of property and equipment through capital lease	\$ 18,470	\$ -	\$ -	\$ -	\$ 18,470	\$ -



June 30, 2017

1. **Description of Organization and Summary of Significant Accounting Policies** *Description of Organization*

The Utah State Bar (the Bar) is an organization created by statute in 1931 under the laws of the state of Utah. The Bar's purpose was amended and clarified by the Utah State Constitution and by court order on June 30, 1981, and was incorporated as a 501(c)(6) organization on June 24, 1991. All attorneys licensed under the laws of the state of Utah are considered members of the Bar.

Basis of Presentation and Fund Accounting

The assets, liabilities and net assets of the Bar are reported using the accrual method of accounting. The undesignated fund is used for the general operations of the Bar. The designated funds are used for activities of the various Bar sections, the Client Security Fund, and the Mandatory Continuing Legal Education Fund (MCLE Fund), including overhead charges to defray the costs of administering those funds.

The financial statements include the prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America (US GAAP). Accordingly, such information should be read in conjunction with the Bar's financial statements as of and for the year ended June 30, 2016, from which the summarized information was derived.

Concentrations of Risk

The Bar maintains its cash and cash equivalents in bank deposit accounts which, at times, exceed federally insured limits. As of June 30, 2017, the Bar had approximately \$1,856,000 of cash and cash equivalents that exceeded federally insured limits. To date, the Bar has not experienced a loss or lack of access to its invested cash and cash equivalents; however, no assurance can be provided that access to the Bar's invested cash and cash equivalents will not be impacted by adverse conditions in the financial markets.

Use of Estimates in Preparing Financial Statements

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash Equivalents

The Bar considers all highly liquid investments purchased with original maturities to the Bar of three months or less to be cash equivalents. As of June 30, 2017, these cash equivalents consisted of money market accounts and certificates of deposit totaling approximately \$2,004,000.



1. Description of *Investments*

Organization and Summary of Significant Accounting Policies Investments consist primarily of corporate bonds and certificates of deposit. Realized and unrealized gains or losses are reflected currently in the statement of activities.

(Continued)

Property and Equipment

Property and equipment are stated at cost less accumulated depreciation and amortization. Depreciation and amortization are calculated using the straight-line method over the estimated economic useful lives of the assets or over the related lease terms (if shorter), as follows:

Building	25 years
Building improvements	10-25 years
Office furniture, equipment and leased equipment	3-7 years
Computers and computer software	3-5 years

Expenditures for routine maintenance and repairs are charged to operating expenses as incurred. Major renewals and betterments are capitalized and depreciated over their estimated useful lives. Upon retirement or other disposition of property and equipment, the cost and accumulated depreciation are removed from the accounts and any gain or loss is recorded as income or expense in the statement of activities.

Revenue Recognition and Deferred Revenue

The Bar recognizes revenue from services and programs, conventions, bar examinations, room rental and catering and other services at the time of sale or at the time services are provided. Licensing fees are assessed in June for the following fiscal year. All fees collected prior to the current fiscal year-end are recorded as deferred revenue. Deferred revenue is recognized as income in the year in which it is earned.

Income Taxes

On June 24, 1991, the Bar was incorporated as a 501(c)(6) organization and has received a determination letter from the Internal Revenue Service exempting the Bar from federal income taxes. Management believes that the Bar is designed and operated in compliance with the applicable requirements of the Internal Revenue Code and, accordingly, no provision for federal and state income taxes has been provided for in the accompanying statement of activities.

The Bar is subject to income tax at current corporate rates on net income from unrelated business activities. Income taxes on unrelated business activities have not been significant. The Bar paid no income taxes for the year ended June 30, 2017.



1. Description of *Income Taxes (continued)*

Organization and Summary of Significant Accounting Policies (Continued) A liability for uncertain tax positions is recognized in the financial statements when it is more likely than not the position will not be sustained upon examination by the tax authorities. As of June 30, 2017, the Bar had no uncertain tax positions that qualified for either recognition or disclosure in the financial statements. The Bar is subject to routine audits by tax jurisdictions; however, there are no audits for any tax periods in progress.

Subsequent Events

Management has evaluated events occurring subsequent to June 30, 2017 through October 6, 2017 (the date the financial statements were available to be issued) for possible disclosures or accounting impact.

2. Investments and Net Investment Income

Investments consisted of the following as of June 30, 2017:

	Amortized Cost		Net Unrealized Gains		Fair Value
Corporate bonds	\$ 1,979,502	\$	36,667	\$	2,016,169
Certificates of deposit	4,522,511		5,450		4,527,961
	<u>\$ 6,502,013</u>	<u>\$</u>	<u>42,117</u>	<u>\$</u>	<u>6,544,130</u>

Investment income related to cash and cash equivalents and investments for the year ended June 30, 2017, consisted of the following:

	Undesignated		Designated		Total
Net investment gain and interest	\$ 13,137	\$	7,724	\$	20,861
Net unrealized gains	53,401		1,624		55,025
	<u>\$ 66,538</u>	<u>\$</u>	<u>9,348</u>	<u>\$</u>	<u>75,886</u>



3. Property and Equipment Property and equipment consisted of the following as of June 30, 2017:

Building and improvements	\$ 2,981,760
Office furniture, equipment and leased equipment	913,348
Computers and computer software	849,338
Land	<u>633,142</u>
	5,377,588
Less accumulated depreciation and amortization	<u>(3,748,901)</u>
Property and equipment, net	<u>\$ 1,628,687</u>

Depreciation and amortization expense for property and equipment totaled \$235,779 for the year ended June 30, 2017.

4. Fair Value Measurements The Bar's financial instruments include cash equivalents and investments as of June 30, 2017. Management believes that the recorded value of each financial instrument approximates its fair value.

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. To increase the comparability of fair value measures, the following hierarchy prioritizes the inputs to valuation methodologies used to measure fair value:

Level 1	Valuations based on quoted prices for identical assets or liabilities in active markets
Level 2	Valuations based on observable inputs other than quoted prices included in Level 1, such as quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets and liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data.
Level 3	Valuations based on unobservable inputs reflecting the Bar's own assumptions, applied consistently with reasonably available assumptions made by other market participants. These valuations require significant judgment.

The Bar's cash equivalents and investments are considered Level 1 assets under the fair value hierarchy and are measured on a recurring basis. Bar management obtains valuation data for the corporate bonds and certificates of deposit from third-party sources, which determine the net asset values for the Bar's accounts using quoted market prices and reportable trades.



- 5. Lease Obligation** The Bar leases certain equipment under a capital lease obligation. The lease requires quarterly payments of \$1,064, has an effective interest rate of 16.6%, and is secured by the equipment being leased. As of June 30, 2017, equipment held under the capital lease had a cost of approximately \$18,000 and accumulated depreciation of \$2,000. As of June 30, 2017, future minimum lease payments under the capital lease were as follows:

<u>Year Ending June 30:</u>	
2018	\$ 20,076
Less amount representing interest	<u>(2,551)</u>
	17,525
Less current portion	<u>(2,739)</u>
	<u>\$ 14,786</u>

- 6. Employee Benefit Plans** The Bar sponsors a defined contribution 401(k) plan (the Plan). Employees who have completed one year of service with the Bar and have attained the age of 21 or older are eligible to participate, and may elect to contribute a portion of their compensation, subject to Internal Revenue Code limitations, to the Plan. The Bar contributes to the Plan an amount equal to 10% of the compensation of all Plan participants. Contributions to the Plan were \$272,914 for the year ended June 30, 2017.

The Bar sponsors a Section 125 cafeteria plan. All contributions to this plan are made by the participants.

- 7. Client Security Fund** On October 30, 1983, the Bar received approval from the Utah Supreme Court (USC) to collect up to \$20 per attorney per year to accumulate a client security fund (the Fund) in the base amount of \$200,000. The Fund was created to partially indemnify the public against losses incurred as a result of lawyers' misappropriation of clients' funds. Claims against the Fund are limited to \$20,000 per claimant.

On April 20, 2015, the USC approved the reduction of the fee paid to the Fund by each member attorney from \$20 to \$5.



- 7. Client Security Fund** *(Continued)* Cases must be reviewed and approved by the Fund Committee of the Bar and also by the Board of Commissioners of the Bar before they are considered to be claims payable by the Fund. In 2012, the Fund Committee of the Bar approved various claims with respect to one attorney totaling \$425,000 to settle a significant matter related to client losses. The Fund paid off the remaining \$50,000 of this settlement in 2017. The Fund Committee routinely reviews open matters. In the Fund Committee's opinion, these open matters will not have a material adverse effect on the financial position, results of activities, or liquidity of the Bar.
- 8. Contingencies** The Bar may, from time to time, be subject to legal proceedings arising in the normal course of business. Management does not believe the outcome of any matters currently pending will have a material impact on the financial position, results of activities, or liquidity of the Bar.
- 9. Related Parties** The primary purpose of the Bar is to perform services on behalf of its members, which may result in related-party transactions arising through its regular activities.

SUPPLEMENTAL SCHEDULES

UTAH STATE BAR
Schedule of Continuing Legal Education and Conferences
Revenues and Expenses

For the Year Ended June 30, 2017

	Summer Convention	Fall Forum	Spring Convention	CLE Events	Total
Revenues	\$ 189,772	\$ 129,611	\$ 165,065	\$ 581,039	\$ 1,065,487
Expenses:					
Program	169,341	132,761	79,777	296,873	678,752
Salaries and benefits	22,755	13,403	21,831	120,230	178,219
General and administrative	17,231	15,365	17,694	69,996	120,286
Interfund facilities	(3,737)	(819)	(1,779)	(38,981)	(45,316)
Total expenses	205,590	160,710	117,523	448,118	931,941
Excess (deficiency) of revenues over expenses	\$ (15,818)	\$ (31,099)	\$ 47,542	\$ 132,921	\$ 133,546

UTAH STATE BAR
Schedule of Member Services Revenues and Expenses

For the Year Ended June 30, 2017

	Bar Journal	Member Services	Legislative	Public Education	Young Lawyers Division	Total
Revenues	\$ 146,798	\$ 21,245	\$ -	\$ -	\$ 4,346	\$ 172,389
Expenses:						
Program	29,390	138,120	52,765	4,688	41,156	266,119
Salaries and benefits	32,612	388	2,449	96,357	89	131,895
General and administrative	102,459	1,534	42	23,476	2,119	129,630
Interfund facilities	(3,555)	(384)	(6,006)	-	(425)	(10,370)
Total expenses	160,906	139,658	49,250	124,521	42,939	517,274
Deficiency of revenues over expenses	\$ (14,108)	\$ (118,413)	\$ (49,250)	\$ (124,521)	\$ (38,593)	\$ (344,885)

UTAH STATE BAR
Schedule of Public Services Revenues and Expenses

For the Year Ended June 30, 2017

	Committees	Consumer Assistance	Access to Justice	Tuesday Night Bar	Total
Revenues	\$ 3,550	\$ -	\$ 11,800	\$ -	\$ 15,350
Expenses:					
Salaries and benefits	88,483	-	11,905	30,938	131,326
Program	34,866	115,712	103,827	3,716	258,121
General and administrative	2,871	10,621	46,505	231	60,228
Interfund facilities	(7,212)	-	(6,770)	(26,925)	(40,907)
Total expenses	119,008	126,333	155,467	7,960	408,768
Deficiency of revenues over expenses	\$ (115,458)	\$ (126,333)	\$ (143,667)	\$ (7,960)	\$ (393,418)

UTAH STATE BAR
Schedule of Bar Sections Revenues and Expenses

For the Year Ended June 30, 2017

	Balance June 30, 2016	Revenues	Expenses	Balance June 30, 2017	Net Increase (Decrease)
Bar Section Funds:					
Antitrust/Unfair Competition	\$ 7,927	\$ 1,275	\$ (357)	\$ 8,845	\$ 918
Appellate Practice	6,612	8,265	(4,939)	9,938	3,326
Banking and Finance	7,804	4,385	(5,631)	6,558	(1,246)
Bankruptcy	4,481	9,640	(6,652)	7,469	2,988
Business Law	5,429	25,600	(12,760)	18,269	12,840
Collection Law	14,587	6,470	(2,192)	18,865	4,278
Communications Law	2,869	340	(119)	3,090	221
Constitutional Law	5,475	3,340	(3,398)	5,417	(58)
Construction Law	509	11,484	(9,561)	2,432	1,923
Corporate Counsel	2,989	12,649	(5,846)	9,792	6,803
Criminal Law	5,706	13,060	(10,773)	7,993	2,287
Cyber Law	8,718	8,647	(2,761)	14,604	5,886
Community Association Law	500	2,680	(1,743)	1,437	937
Dispute Resolution	15,066	11,729	(5,022)	21,773	6,707
Education Law	4,310	1,935	(1,826)	4,419	109
Elder Law	10,014	8,541	(9,963)	8,592	(1,422)
Environmental Law	3,934	12,805	(10,933)	5,806	1,872
Family Law	66,877	54,933	(56,090)	65,720	(1,157)
Franchise Law	1,665	1,330	(375)	2,620	955
Government/Administrative Law	24,180	9,289	(11,352)	22,117	(2,063)
Health Law	6,944	6,216	(2,670)	10,490	3,546
Intellectual Property	42,388	40,686	(19,280)	63,794	21,406
International Law	1,198	2,220	(2,019)	1,399	201
Indian Law	500	1,622	(537)	1,585	1,085
Juvenile Law	4,077	3,035	(2,993)	4,119	42
Labor and Employment Law	13,507	15,240	(19,376)	9,371	(4,136)
Litigation	37,195	93,552	(48,725)	82,022	44,827
Limited Scope	(19)	1,705	(1,475)	211	230
Military Law	1,319	860	(304)	1,875	556
Non-profit/Charitable Law	1,092	2,410	(1,423)	2,079	987
Probate/Estate Planning	15,749	24,209	(23,112)	16,846	1,097
Real Property	1,367	24,581	(17,418)	8,530	7,163
Securities	36,741	(1,488)	(4,115)	31,138	(5,603)
Senior Lawyers	1,693	975	(2,668)	-	(1,693)
Solo, Small Firm, Rural Practice	1,339	5,020	(2,658)	3,701	2,362
Tax	9,781	17,357	(14,522)	12,616	2,835
Total Bar Section Funds	374,523	446,597	(325,588)	495,532	121,009
Paralegal Division	12,983	11,771	(10,936)	13,818	834
	\$ 387,506	\$ 458,368	\$ (336,524)	\$ 509,350	\$ 121,843

UTAH STATE BAR
Schedule of Mandatory Continuing Education Advisory Board

For the Year Ended June 30, 2017

Revenues:	
Compliance fees from attorneys	\$ 161,080
Continuing Legal Education (provider attendance fees)	136,386
Investment income	<u>6,215</u>
Total revenues	<u>303,681</u>
Expenses:	
Salaries, payroll taxes, and benefits	202,812
Office overhead	52,450
Interfund facilities	7,412
Travel	1,556
Board meetings	<u>2,031</u>
Total expenses	<u>266,261</u>
Excess of revenues over expenses	<u>\$ 37,420</u>

UTAH STATE BAR
Schedule of Facilities Revenues and Expenses

For the Year Ended June 30, 2017

Revenues:	
Outside parties	<u>\$ 29,795</u>
In-kind and interfund revenues:	
Interdepartmental charges	146,712
Sections	54,839
Utah Dispute Resolution and other in-kind	22,882
MCLE	<u>7,412</u>
Total in-kind and interfund revenues	<u>231,845</u>
Total revenues	<u>261,640</u>
Expenses:	
Building overhead	237,041
Food, beverage and AV costs	112,360
Salaries and benefits	150,622
General and administrative	<u>10,267</u>
	510,290
In-kind expenses	<u>24,211</u>
Total expenses	<u>534,501</u>
Deficiency of revenues over expenses	<u>\$ (272,861)</u>