

**FINANCIAL ACCOUNTING FOUNDATION**  
**Summarized Budget Information**

*FOR THE YEAR ENDED*  
*DECEMBER 31, 2009*

**FINANCIAL ACCOUNTING FOUNDATION**  
**2009 Budget Summary**  
**(All amounts in \$000s)**

**Revenues:**

<b>Accounting Support Fees</b>	<b>(page 6, note 1)</b>	<b>\$28,883</b>
<b>Contributions</b>	<b>(page 6, note 2)</b>	<b>1,734</b>
<b>Subscriptions and Publications</b>	<b>(page 6, note 3)</b>	<b>18,141</b>
<b>Other</b>		<b>50</b>
		<hr/> <b>48,808</b>

**Expenses:**

<b>Subscriptions and Publications</b>	<b>(page 6, note 3)</b>	<b>5,708</b>
<b>Financial Accounting Standards Board / Financial</b>		
<b>Accounting Standards Advisory Council</b>	<b>(page 2)</b>	<b>31,486</b>
<b>Governmental Accounting Standards Board / Governmental</b>		
<b>Accounting Standards Advisory Council</b>	<b>(page 3)</b>	<b>7,376</b>
<b>FAF Trustee and Oversight</b>		<b>1,209</b>
		<hr/> <b>45,779</b>

**Investment Income** (page 7, note 4) **1,455**

**Revenues greater than expenses** 

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**\$4,484** 

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**FINANCIAL ACCOUNTING STANDARDS BOARD**  
**Statement of Budgeted Direct and Administrative Expenses**  
**for the Year Ending December 31, 2009**

**Direct Expenses:**

**Board and Research Staff :**

<b>Salaries and Employee Benefits</b>	<b>\$18,115,400</b>
<b>Other Operating Expenses</b>	<b>2,213,200</b>
<b>Total Board and Research Staff</b>	<b>20,328,600</b>

**Advisory Council:**

<b>Salaries and Employee Benefits</b>	<b>619,700</b>
<b>Other Operating Expenses</b>	<b>190,000</b>
<b>Total Advisory Council</b>	<b>809,700</b>

**Total Direct Expenses** **\$21,138,300**

**Administrative Expenses :**

**Direct Charges and Allocation of FAF Common Costs (page 4)** **\$10,348,100**

**Total FASB Expenses** **\$31,486,400**

**GOVERNMENTAL ACCOUNTING STANDARDS BOARD**  
**Statement of Budgeted Direct and Administrative Expenses**  
**for the Year Ending December 31, 2009**

**Direct Expenses:**

**Board and Research Staff :**

Salaries and Employee Benefits	\$ 4,850,300
Other Operating Expenses	<u>318,200</u>
Total Board and Research Staff	<u>5,168,500</u>

Advisory Council 25,100

Total Direct Expenses \$ 5,193,600

**Administrative Expenses :**

Direct Charges and Allocation of FAF Common Costs (page 4) \$ 2,182,400

Total GASB Expenses \$ 7,376,000

**FINANCIAL ACCOUNTING FOUNDATION**  
**Administrative Expense Summary**  
**Budgeted Expenses For the Year Ending December 31, 2009**

<b>Salaries and Wages</b>	<b>\$3,930,000</b>
<b>Professional Fees</b>	<b>1,650,400</b>
<b>Employee Benefits</b>	<b>1,602,200</b>
<b>Relocation and Placement Costs</b>	<b>478,200</b>
<b>Fundraising, Billing and Collection Assistance</b>	<b>234,100</b>
<b>Subscription Services and Reference Books</b>	<b>220,400</b>
<b>Travel Expenses</b>	<b>183,500</b>
<b>Equipment, Software and Supplies</b>	<b>121,500</b>
<b>Equipment and Office Maintenance</b>	<b>289,000</b>
<b>Professional Membership Fees and Training Costs</b>	<b>94,600</b>
<b>Postage, Delivery and Wire Services</b>	<b>85,400</b>
<b>Photocopying Expenses</b>	<b>90,300</b>
<b>Other Miscellaneous</b>	<b>600,100</b>
<b>Amounts Charged Directly to GASB</b>	<b>393,400</b>
<b>General Overhead (page 5)</b>	<b>2,692,000</b>
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<b>Total FAF Administrative Expenses</b>	<b><u><u>\$12,665,100</u></u></b>
<b>Administrative Expense Distribution:</b>	
<b>FASB</b>	<b>10,348,100</b>
<b>GASB</b>	<b>2,182,400</b>
<b>FASB Accounting Standards Codification</b>	<b>134,600</b>
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<b>Total FAF Administrative Expenses</b>	<b><u><u>\$12,665,100</u></u></b>

**FINANCIAL ACCOUNTING FOUNDATION**  
**General Overhead Expenses**  
**Budgeted Expenses For the Year Ending December 31, 2009**

<b>Office Rental</b>	<b>\$1,382,200</b>
<b>Depreciation and Amortization</b>	<b>828,800</b>
<b>Liability Insurance</b>	<b>227,800</b>
<b>Electricity</b>	<b>98,500</b>
<b>Bank and Credit Card Fees</b>	<b>97,500</b>
<b>Telephone and Internet Services</b>	<b>36,200</b>
<b>Provision for Doubtful Accounts</b>	<b>21,000</b>
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	<b>\$2,692,000</b> <hr/> <hr/>

## FINANCIAL ACCOUNTING FOUNDATION

Budget for the Year Ending December 31, 2009

Notes to 2009 Budget Summary

### Note 1-- Accounting Support Fees

The Sarbanes-Oxley Act of 2002 provides for federally mandated funding for the FASB through annual accounting support fees assessed against issuers, as defined in the Act. The accounting support fees are not to exceed the recoverable expenses of the FASB as provided for in the Board's annual budget.

The accounting support fees included in the 2009 budget are calculated as follows:

Recoverable expenses as budgeted for 2009	\$31,486,400
Adjustments for non-cash expenses:	
Depreciation and Amortization	\$ (828,800)
Provision for Doubtful Accounts	(21,000)
Pension Cost for Supplemental Executive Retirement Plan	(5,900)
Other cash requirements:	
Capital Expenditures	641,800
Amortization of operating lease credits which exceed rental payments	323,400
2008 underbillings	28,300
Total FASB recoverable expenses	<u>\$31,624,200</u>
Amount available to fund FASB recoverable expenses from Reserve Fund	2,741,000
Accounting Support Fees budgeted for 2009	<u><b>\$28,883,200</b></u>

The \$2,741,000 reduction to the 2009 Accounting Support Fees reflected above results from the projected balance of the FAF Reserve Fund at the end of 2009 exceeding the one year targeted level of Foundation expenses and the amount needed to fund working capital requirements.

### Note 2--Contributions

2009 budgeted contributions of \$1,734,000 consist of \$1,554,000 in cash contributions for the GASB and \$180,000 of contributed services allocated to the Foundation.

### Note 3--Subscriptions and Publications Revenues and Expenses

Subscriptions and publications operating revenues and expenses consist of the following components:

Subscriptions and Publications Revenues:	
For FASB Publications	\$15,912,600
For GASB Publications	2,227,900
	<u><b>\$18,140,500</b></u>

**FINANCIAL ACCOUNTING FOUNDATION**

Budget for the Year Ending December 31, 2009

Notes to 2009 Budget Summary

Direct Costs of Revenues:	
For FASB Publications	\$ 2,646,100
For GASB Publications	194,900
For FAF Publication Support	2,867,000
	<u><b>\$5,708,000</b></u>
Net Subscriptions and Publications Revenues:	
For FASB Publications	\$13,266,500
For GASB Publications	2,033,000
For FAF Publication Support	(2,867,000)
	<u><b>\$12,432,500</b></u>

**Note 4—Investment Income**

Budgeted investment income for 2009 includes \$1,283,000 from the FAF Reserve Fund, \$157,000 from short-term investing of operating funds and \$15,000 from the FAF's Supplemental Pension Plan investments. FAF Reserve Fund investment income consists solely of interest and dividends on the investments included in the portfolio, and is net of investment management fees. The Foundation's current investment strategy for the FAF Reserve Fund is balanced between cash and short-term fixed income, and the portfolio is overseen by a professional investment manager and the Finance and Compensation Committee of the Foundation's Board of Trustees. Actual investment results will vary from projections and are dependent upon many factors, including future financial market and economic conditions.