

**NATIONAL REINING HORSE ASSOCIATION**  
**Annual General Membership Meeting Minutes**  
**NRHA Derby**  
**Oklahoma City, OK**  
**June 23, 2013**

**Approved 8/24/2013**

**Call To Order**

President Beth Himes called the meeting to order at 2:04pm.

The NRHA Executive Committee and NRHyA Officers were introduced.

**RHSF Update**

Frank Costantini reminded everyone to attend the NRHA Awards Banquet & Hall of Fame Inductions Thursday night at the National Cowboy & Western Heritage Museum.

Shianne Megel gave an update on progress and key priorities of the RHSF Core Programs.

**President's Report to the Membership**

Beth Himes welcomed all members and thanked them for attending. Several items that NRHA achieved this past year were noted, including Nomination Program payouts, Derby entries, total NRHA Event entries and IEA Alliance.

**Financial Report**

John Foy presented the Financial Report and reminded all members that the financial statements and the audit report are published on the member's only section of the website. John Foy noted that he prepares a Key Economic Indicators report for the Finance and Executive Committee which is reviewed with every Financial Statement Update. The Key Economic Indicators report summarizes increases or decreases in growth for all NRHA Programs and Events. Most important portion of the audited financial statements for the year ending 06/30/12 is the auditor's report, in laymen's terms we have what is known as a clean or unqualified audit opinion.

NRHA is financially sound, we have adequate cash and the investment account as of 06/30/12 is over \$1 million. Net equity as of June 30, 2012 is \$1.5 million. As of today, NRHA carries no promissory note with any financial institution, a very positive position to be in. All NRHA tax filings are current, our most recent Form 990 and 990T (for FYE 06/30/13) was properly filed by the May 15<sup>th</sup> due date.

John Foy reminded the membership that early in 2012 NRHA was selected by the IRS for a Payroll Audit. Due to the fact that NRHA had never been audited, the IRS expanded its scope to include the Form 990. After the audit, NRHA received notification that no changes were made and NRHA still qualifies for exemption.

Audit of fiscal year ending 06/30/13 to commence field work on August 12, 2013.

Investments have performed well this year and NRHA is on track to perform well against Budget.

### **NRHA New Building Update**

Beth Himes explained the current situation with the building. NRHA is currently reviewing several options, including, leasing a remodeled facility and building a new office.

### **Executive Director Vacancy**

Rick Clark explained to the membership that an outside search firm, known as MJM Global, was selected.

### **Proposed 2014 Rule Changes**

Beth Himes presented the 2014 Proposed Rule Changes. One of the changes, includes the ability for English discipline trainers to be NRHA Non Pro exhibitors. Several comments were given regarding the fairness to the current Non Pro exhibitors and that NRHA currently has levels of competition for entry-level open riders.

### **Voting & Election Procedures / Deadlines**

Beth Himes updated the membership on upcoming deadlines for the Regional Directors, Executive Committee and Bylaw Elections. The East Central, Northeast, Northwest and North Central Regional Director elections will be held later this year.

### **Other**

Beth Himes reminded the membership that two surveys would be sent in a few weeks.

**Meeting was adjourned at 2:44pm.**