



## AMERICAN ACADEMY OF NURSING

### Audit Committee Report of the 2018 Audit August 7, 2019

**Present:** Michael Bleich, Chair and Committee members Lauren Aaronson and Tammy Peterman; Suzanne Miyamoto (CEO), Jocelyn Cunic (COO); Jennifer Han (Auditor)  
Committee members who accepted report via email: Murielle Beene  
Committee members with no response: Joan Shinkus Clark, Kay Hodson Carlton, Eric J. Williams

The American Academy of Nursing (AAN) Audit Committee was called to order at 4:00 p.m., roll call taken via teleconference with the sole agenda item to receive the draft audit report and review audit findings from auditors of the Han Group, LLP (CLA). The financial statements for the AAN as of December 31, 2018, and the Independent Auditor's Report were presented by Jennifer Han, CPA, Managing Principle of the Han Group. This was the second year that the Han Group, LLC, was contracted to conduct the AAN audit.

#### **Process of the Audit**

The financial position of the AAN as of December 31, 2018 was presented to the Han Group, LLC for the purpose of conducting the audit. The Auditor, Ms. Han, noted excellent cooperation from AAN management and staff, a reflection shared by the Audit Committee at meeting end, noting the quality of ongoing operations to be in a state of constant preparedness as a way of doing business. This was the second year of working with the Han Group, LLC.

#### **Findings:**

It is the expressed opinion of the Han Group that the financial statements provided by the AAN present fairly, in all material respects, the financial position of the AAN as of December 31, 2018.

Changes in the AAN's net assets and cash flows for the year ended were presented in accordance with generally accepted accounting principles. The AAN financial statements were prepared on the accrual basis of accounting and audit evidence obtained by the auditors was sufficient to provide a basis for the auditor's opinion. It was the conclusion of the auditors that the financial position of the AAN as of December 31, 2018 is in accordance with accounting principles generally accepted in the United States of America.

The auditors presented the AAN with a "clean" audit, and previous issues with gaining timely information from the Rockefeller account was corrected this year, resulting in the timely completion of the audit and earlier access to the report by the AAN Audit Committee. The revised accounting standards introduced last year were accommodated by both the AAN staff and the Han Group and never materialized into a need for substantive retraining. The Han Group provided the committee with information as to where reporting changes occurred in the audit, with clarity and ease of interpretation by the committee members.

As in recent past years, it was further noted by the auditors that financially, 2018 was a good year for the AAN from a revenue, investment, and operations perspective and that the AAN is in sound financial condition.

At the end of the report, Lauren Aaronson moved for acceptance of the Audit Report and Tammy Peterman seconded the motion. The Audit Committee unanimously accepted the Auditor's Report and recommends to Board of Directors for the American Academy of Nursing acceptance of the Audit Report prepared by the Independent Auditors of the Han Group, LLP for fiscal year ended 2018.

Respectfully Submitted,

Michael R. Bleich, PhD, RN, FAAN  
Chair  
Academy Audit and Risk Committee