

2009 Annual Report



Headlines

- Improvement Program Implemented
- Libraries Secure
- Financial Concerns

- National Society Only
- Audited Data

Improvement Program

- Replaced Membership Database
- Bulletin Back on Schedule
- NRHS News Improved
- Office Operations Relocated

Overview



Lingering Problems

- Membership Decline
- Financial Trends
- Libraries Future
- Redirect the Society

Financial Results



This Does Not Tell the Whole Story.

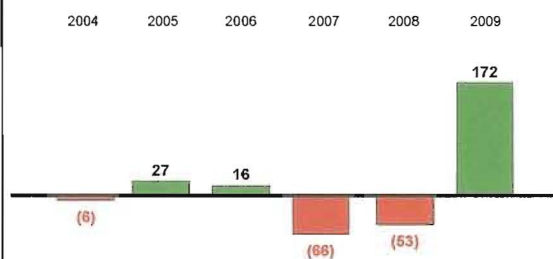
2009 Net Income

- Actual **\$ 172,000**
- Adjusted Budget **\$41,000**

One Time Events

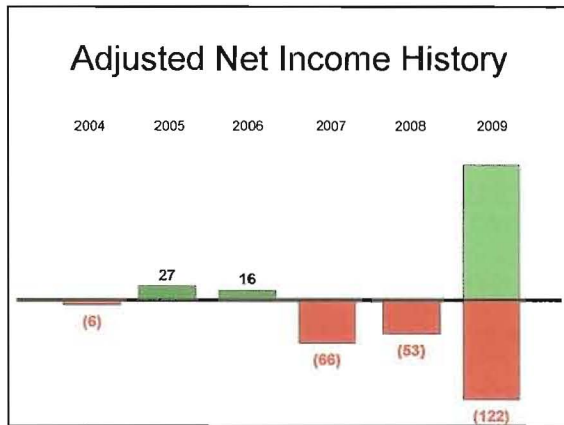
- Bequests
 - John Marshall **\$248,000**
 - Frederick Houser **\$ 25,000**
- Accounting Change **\$ 21,000**
- \$294,000**

Net Income History



2009 Adjusted Net Income

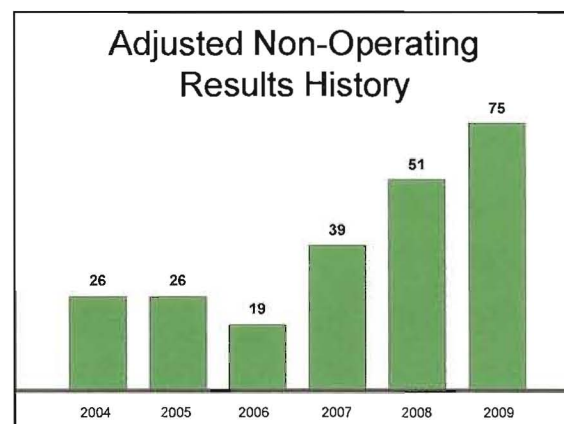
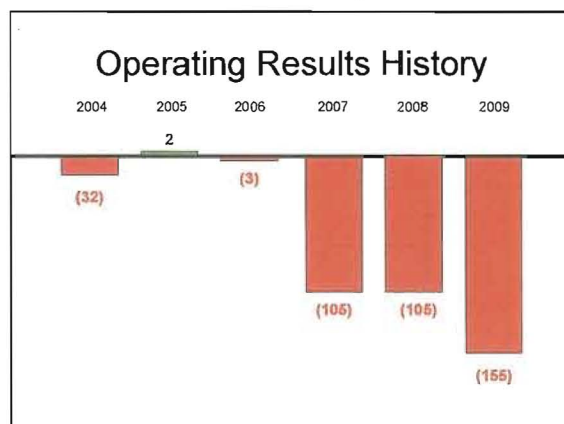
- Actual **\$172,000**
- (Less One-Time Events) **(\$294,000)**
- Adjusted** **(\$122,000)**



- ### 2009 Operating Income
- Convention Financial Loss
 - Reduced Membership
 - Investment Income Reduced

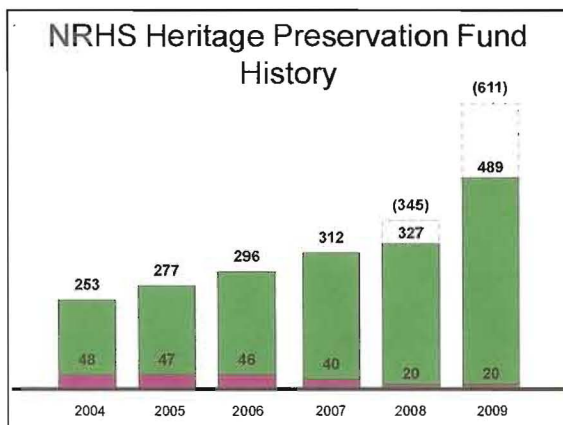
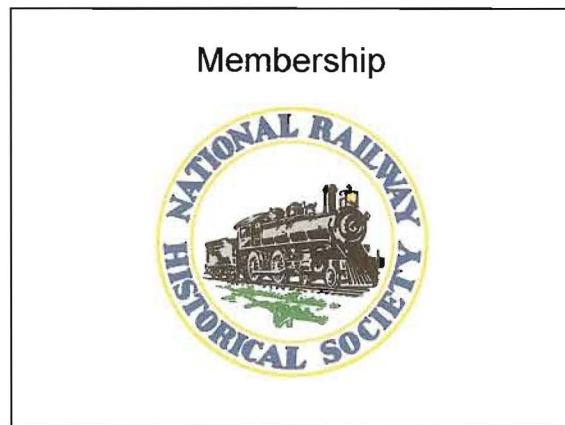
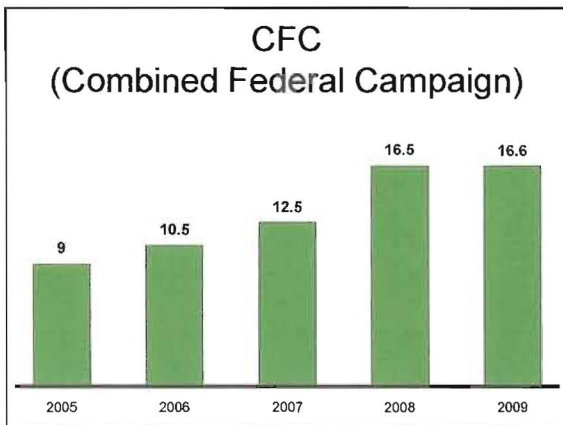
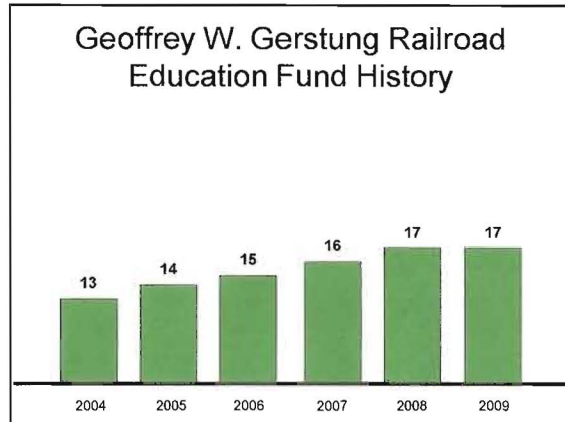
- ### Operating Net
- 2007 Actual (Audited) **(\$105,000)**
 - 2008 Actual (Audited) **(\$105,000)**
 - 2009 Actual (Audited) **(\$155,000)**

- ### 2009 Non-Operating Net
- 2007 Actual (Audited) **\$ 39,000**
 - 2008 Actual (Audited) **\$ 51,000**
 - 2008 Actual (Audited) **\$327,000**
 - 2008 Adjusted **\$ 75,000**



2009 Non-Operating Net

- Total Donations Increased
- One-Time Changes Additional

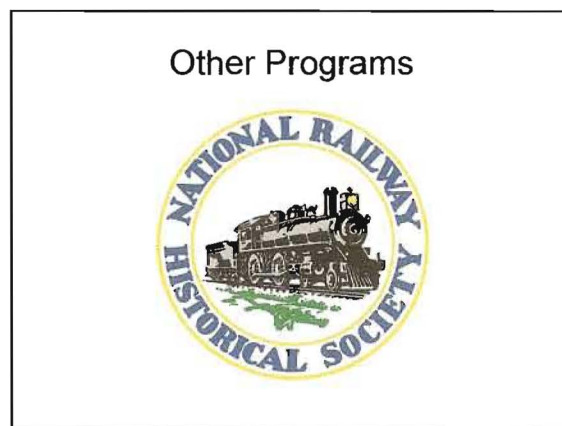
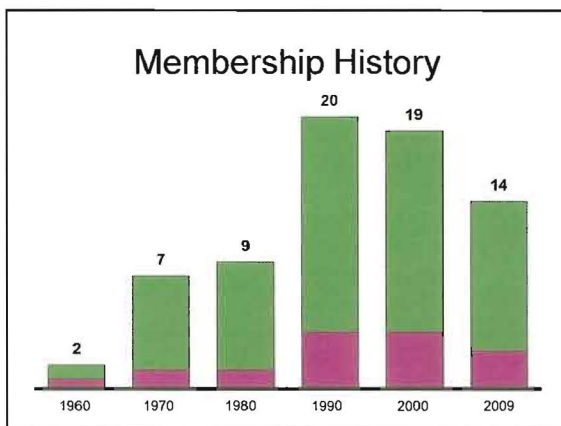
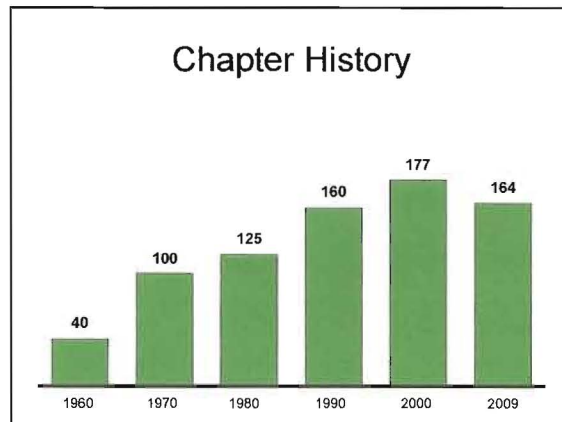


Membership 10/1/09

Primary Chapter	9,175	(6.1%)
Primary At-Large	2,440	(9.9%)
Family	2,834	(4.7%)
Total	14,449	(6.5%)

2009 Membership

- (6.5%) vs. (6.5%) in 2008
- Was Budgeted for Slight Increase
- Primary Source of Normal Income
- 6th Consecutive Annual Decrease



Chapters

- Add Japan
- Remove
 - Bradford, Ohio
 - Little Rock
 - Central Sierra
 - Longhorn
 - Central South Carolina
 - North Georgia
 - Cornhusker
 - Northwoods
 - Enid
 - Southern Nevada
- 164 Active Chapters

Film Library

- Operating in Phillipsburg, NJ
- Minor Acquisitions
- No Restorations Completed

Print Library

- Relocated to Three Rivers, MA
- Reference Materials to Fernley & Fernley
- Developing Options for Future

Grants - 2009

- 10 Grants
- 3 to NRHS Chapters
- \$40,000 Awarded

RailCamp

- Steamtown
- Nevada Northern
- Adult RailCamp

Grants (1991 through 2009)

- 176 Grants Awarded
- \$430,000 Awarded
- 79 to NRHS Chapters
- 97 to Outside Organizations

Conventions

- Duluth, MN
- Hosted by National Organization
- All Events Operated
- Did Not Generate Financial Surplus

Grants - 2010

- 10 Grants
- 3 to NRHS Chapters
- \$30,000 Awarded

Grants (1991 through 2010)

- 186 Grants Awarded
- \$460,000 Awarded
- 82 to NRHS Chapters
- 104 to Outside Organizations

Issues Ahead – Longer Term

- Reverse Program Shrinkage
- Diversify Products
- More Income Sources
- Modernize Image

Current Issues (2010)

- Budget Projection
- Program Services
- 2009 Yearbook
- RailCamp
- Conventions
- Investments

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Issues Ahead (2011)

- Combined Federal Campaign (CFC)
- RailCamp Second Venue
- Web Services
- Fundraising