

**Libertarian National Committee  
Chair's Proposed Agenda  
February 20-21, 2016 - Phoenix, AZ**

Opening Ceremony

Call to Order	9:00 am
Opportunity for Public Comment	10 minutes

Housekeeping

Credentials Report and Paperwork Check	2 minutes
Adoption of Agenda	10 minutes
Report of Potential Conflicts of Interest (Mattson)	3 minutes
A Resolution of Appreciation for Senator Rand Paul (Feldman)	5 minutes

Officer Reports

Chair's Report (Sarwark)	15 minutes
Treasurer's Report (Hagan)	15 minutes
Secretary's Report (Mattson)	15 minutes

Staff Reports

45 minutes

Recess

10 minutes

General Counsel's Report (fixed at 11:00 am)

30 minutes

Reports of Standing Committees

Audit Committee	15 minutes
Affiliate Support Committee	15 minutes
Awards Committee	5 minutes
Convention Oversight Committee	15 minutes
Employment Policy & Compensation Committee	5 minutes

Adjourn (Lunch)

90 minutes

Reports of Standing Committees (cont.)

IT Committee	10 minutes
Platform Committee	10 minutes
Bylaws Committee	10 minutes
Credentials Committee	10 minutes
Ballot Access Committee	10 minutes

Regional Reports (supplements to printed reports)

Region 1	5 minutes
Region 2	5 minutes
Region 3	5 minutes
Region 4	5 minutes
Region 5	5 minutes
Region 6	5 minutes
Region 7	5 minutes
Region 8	5 minutes

<u>Recess</u>	10 minutes
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New Business with Previous Notice

Amend Policy Manual (Mattson)	10 minutes
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[A]dd the following sentence to Policy Manual Section 2.03.15 Treasurer's Reports: "The monthly Treasurer's Report shall include a listing of the year-to-date expenditures of the Chair's discretionary funds."

Amend personnel policies to remove routine criminal background check (Riemers)	10 minutes
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Require all LNC meetings to be held at national headquarters (Riemers)	10 minutes
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Amend employee bonus policy to adjust existing contracts (Riemers)	10 minutes
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Allocating \$20,000 to hire a firm to redesign <u>LP.org</u> (Ludlow)	30 minutes
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Create stricter standards for presidential candidates (Ludlow)	20 minutes
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New Business without Previous Notice

Selection of 2018 Convention Site (Mattson)	60 minutes
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Evening Adjournment

<u>Sunday Morning Session</u>	9:00 am
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New Business without Previous Notice (cont.)

Selection of 2018 Convention Site (cont.)	30 minutes
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Ballot access funding for Montana (Olsen)

12 minutes

Announcements

10 minutes

Opportunity for Public Comment

10 minutes

TOTAL: 617 minutes

## Cumulative LNC Potential Conflicts of Interest 2014-2016 term

### [Brett Bittner](#)

Executive Director of the Advocates for Self Government July 2015

### [Doug Craig](#)

Member of the Executive Committee of the Libertarian Party of Georgia July 2015  
Georgia State Director for Our America Initiative July 2015

### [Marc Feldman](#)

Treasurer for Kevin Knedler for SOS campaign Sep 2014  
Candidate for the Libertarian nomination for President of the United States Mar 2015  
Vice-Chair of the Central Committee of the Libertarian Party of Ohio Nov 2015

### [Sam Goldstein](#)

Candidate for Indianapolis City & County Council July 2015

### [Tim Hagan](#)

Treasurer, Libertarian Party of Nevada Sep 2014

### [Daniel Hayes](#)

Membership Officer of the Libertarian Party of Jefferson Parish Dec 2014  
Jefferson Parish Representative to the Libertarian Party of Louisiana State Central Committee Dec 2014

### [Vicki Kirkland](#)

Vice-Chair of the Libertarian Party of Florida Nov 2015

### [Gary Johnson](#)

Secretary of the Libertarian Party of Texas Sep 2014  
Secretary of the Libertarian Party of Travis County, Texas Sep 2014

### [Joshua Katz](#)

Executive Director, Libertarian Party of Connecticut Nov 2015

### [Jim Lark](#)

Chair, Board of Directors, Advocates for Self-Government  
Secretary, Board of Directors, International Society for Individual Liberty  
Board of Advisors, Students For Liberty  
Board of Advisors, Freedom and Entrepreneurship Foundation (Fundacja Wolnosci  
I Przedsiębiorczosci) in Poland  
Vice Chair of the Libertarian Party of Virginia.  
Secretary, Jefferson Area Libertarians

### [Scott Lieberman](#)

(none)

[Kevin Ludlow](#)

[Ed Marsh](#)

(none)

[Alicia Mattson](#)

Secretary, Libertarian National Campaign Committee

[Guy McLendon](#)

Member of Energy & Environment Advisory Council, Our America Initiative

Vice Chairman, Libertarian Party of Louisiana

Engineer, CITGO Petroleum

[Norm Olsen](#)

(none)

[Sean O'Toole](#)

[Bill Redpath](#)

Treasurer of Fairvote (formerly the Center for Voting and Democracy)

Treasurer, Citizens in Charge Foundation

Treasurer, Citizens in Charge

Chair, Libertarian Party of Virginia

July 2015

July 2015

[Roland Riemers](#)

Chair of North Dakota Libertarian Party

July 2015

[Nick Sarwark](#)

Gen Counsel for IComply, LLC – cannabis based policy

Ex-officio member of the Executive Committee of the State Committee

of the Arizona Libertarian Party

[Scott Spencer](#)

(none)

[Rich Tomasso](#)

Chair of LPNH

Media Representative for Free State Project

[Arvin Vohra](#)

(none)

[Dan Wiener](#)

(none)

[Ron Windeler](#)

## **Chair's Report - 11/15/15 - 2/20/16**

- Gave a number of interviews, including the Stacy Petty show, RT International, Dimitri Vassilaros, Liberty Talk Radio with Joe Cristiano, CBC Radio, the Adam Thompson Show, and others.
- Recorded video State of the Union response on behalf of the Libertarian Party.
- Calls, meetings, and written correspondence with major donors.
- Wrote columns in LP News.
- Engaged with candidates and LP members on social media.
- Responded to LP member correspondence regarding official positions and concerns.



## **JAN 2016 END OF MONTH FINANCIAL REPORTS**

Page 1 – EOM Membership and Revenue Charts and Graphs

Page 3 – EOM Financial Summary Reports

Page 4 - 2016 v. 2014 Comparisons Statement of Operations

Page 5 - Statement of Operations Budget vs. Actual

Page 6 - P&L Detail (w-Functional Allocation of Expenses) by Month

Page 9 – Balance Sheet Curr v. Prior Month Comparison

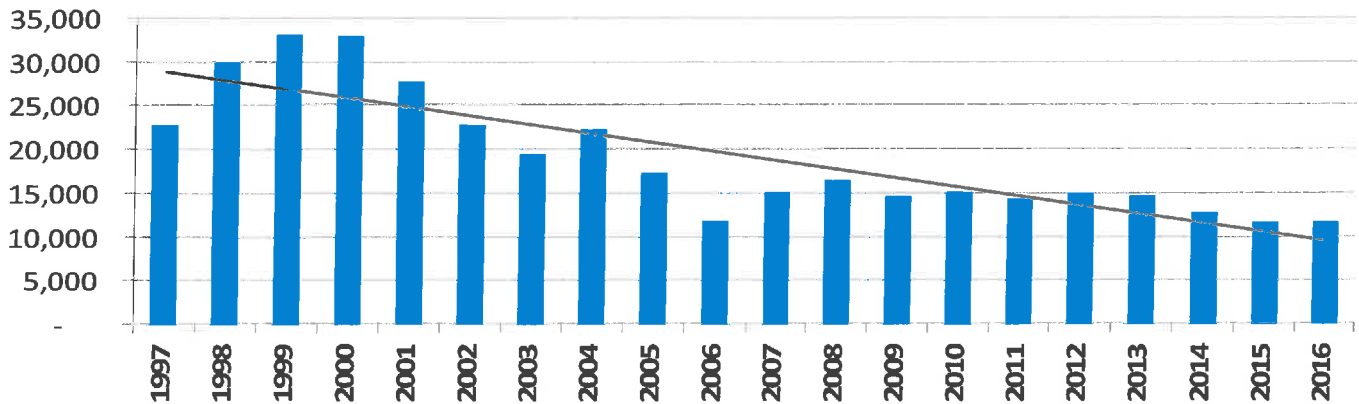
Page 11 - GAAP Cash Flow Report

Page 12 – Related Party Contributions and Disbursements

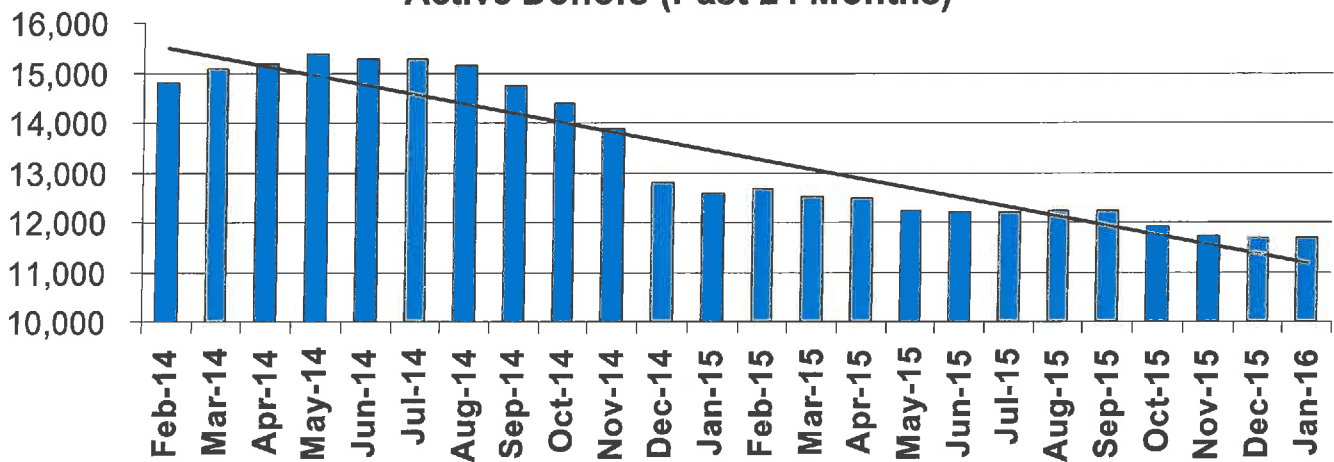
Page 12 – Chair’s Discretionary Disbursements

## End of Month Reports – Charts

### Active Donors Past 20 Years

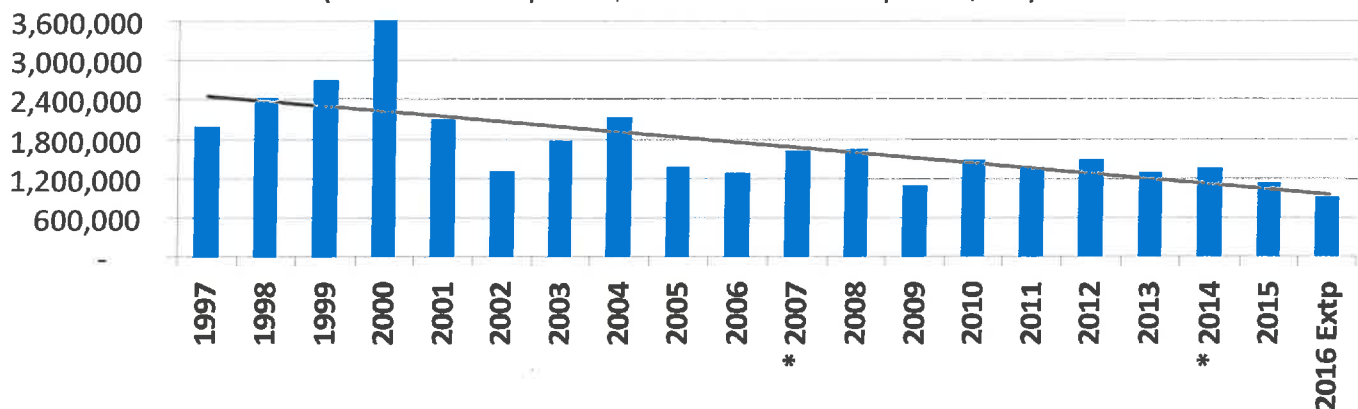


### Active Donors (Past 24 Months)



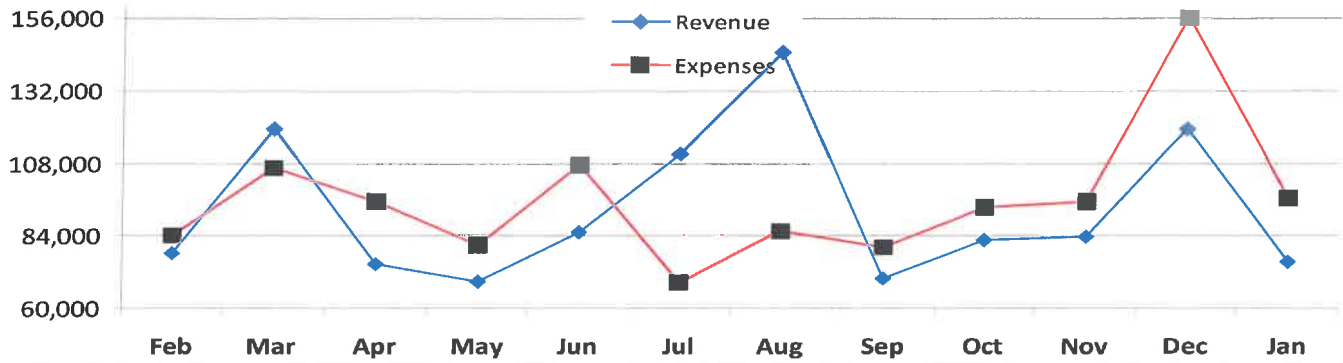
### Revenue 20 years

(\* 2007 Includes Bequest of \$198k & 2014 Includes Bequest of \$225k)

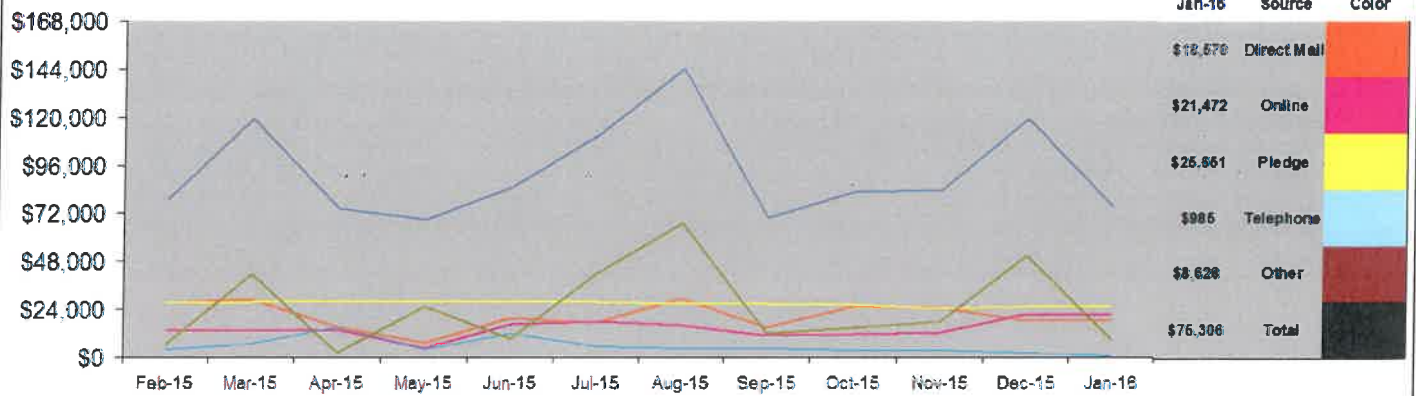




### Monthly Revenue and Expenses - Past 12 Months

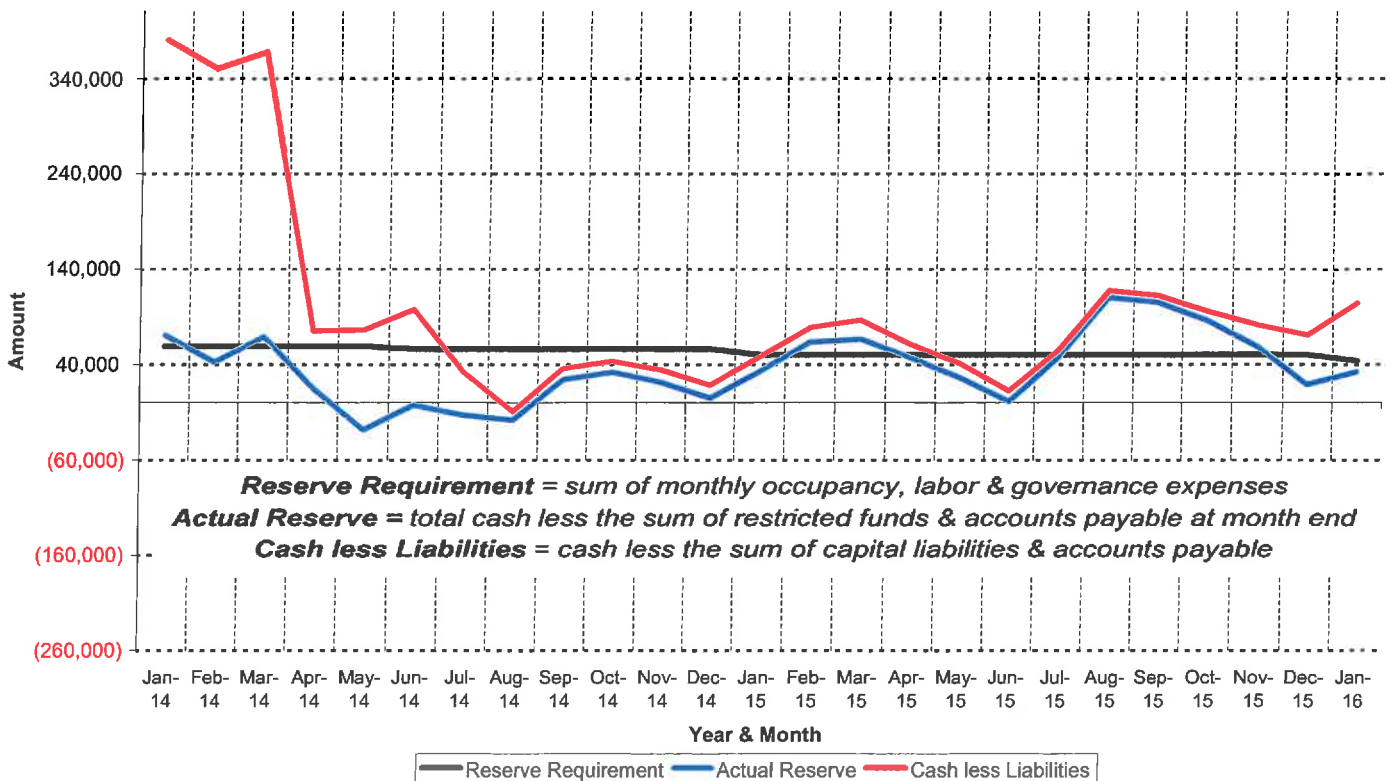


### Monthly Revenue by Source (12 Mo)



### Reserve Adequacy Trend & Cash Less Liabilities (24 Months)

2016 Resv Target = \$44,125 - Curr Month Resv = \$32,621 - Curr Month C-L = \$105,220



## End of Month Reports – Financial Summary

### Statement of Operations Summary

Last Month & YTD

	Total Jan 16	2016 YTD	2016 Budget Year to Date	Actual vs. Budget YTD	Total Annual Budget 2016	2016 Budget Remaining
Support and Revenue	75,306	75,306	109,925	(34,619)	1,474,561	1,399,255
Cost of Support and Revenue	10,320	10,320	20,864	(10,543)	405,825	395,505
Net Support Available for Programs	64,986	64,986	89,061	(24,075)	1,068,736	1,003,750
Program Expense	86,186	86,186	90,296	(4,110)	1,083,550	997,364
<b>Net Operating Surplus (or Deficit)</b>	<b>(21,200)</b>	<b>(21,200)</b>	<b>(1,235)</b>	<b>(19,965)</b>	<b>(14,814)</b>	<b>6,386</b>

### Acct Summary w-Funct Allocation of Exp By Month

	Jan 16
Ordinary Revenue/Expense	
Revenue	
4000 · General Fundraising	67,453
4100 · Project Revenue	100
4300 · Program Revenue	7,753
4999 · RE Revenue Unclassified	0
Total Revenue	75,306
Gross Revenue	75,306
Expense	
7000 · General Fundraising Expense	12,932
7100 · Project-Related Expenses	97
7200 · Events and Conventions Exp	242
7300 · Program-Related Expenses	45,914
8000 · Salary & Related Expense	18,375
8100 · Admin & Overhead Expense	15,538
8200 · Professional Services	1,548
8300 · Depreciation Expense	1,859
Total Expense	96,505
Net Ordinary Revenue	(21,199)
Net Revenue or Loss	(21,199)

### Balance Sheet Summary - Current vs Prior Month

	Jan 31, 16	Dec 31, 15	\$ Change	% Change
<b>ASSETS</b>				
Current Assets				
Total Checking/Savings	105,220.50	71,383.25	33,837.25	47.40%
Total Other Current Assets	15,736.77	15,233.06	503.71	3.31%
<b>Total Current Assets</b>	<b>120,957.27</b>	<b>86,616.31</b>	<b>34,340.96</b>	<b>39.65%</b>
Total Fixed Assets	859,731.62	861,590.47	(1,858.85)	-0.22%
Total Non Current - Other	168,492.08	201,892.08	(33,400.00)	-16.54%
<b>TOTAL ASSETS</b>	<b>1,149,180.97</b>	<b>1,150,098.86</b>	<b>(917.89)</b>	<b>-0.08%</b>
<b>LIABILITIES &amp; EQUITY</b>				
Liabilities				
Total Current Liabilities	101,424.44	80,171.61	21,252.83	26.51%
Total Long Term Liabilities	476,141.73	477,112.64	(970.91)	-0.20%
<b>Total Liabilities</b>	<b>577,566.17</b>	<b>557,284.25</b>	<b>20,281.92</b>	<b>3.64%</b>
Total Equity	571,614.80	592,814.61	(21,199.81)	-3.58%
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>1,149,180.97</b>	<b>1,150,098.86</b>	<b>(917.89)</b>	<b>-0.08%</b>

# Statement of Operations - 2016 v. 2014 Comparison

## Statement of Ops YTD 16 v 14

## Statement of Ops Last Month 16 v 14

	Jan - Dec 16	Jan -Dec 14	Diff 16 v 14	Jan-16	Jan-14	Diff 16 v 14
<b>Support and Revenue</b>						
20-Membership Dues	35,982	42,894	-6,912	35,982	42,894	-6,912
21-Donations	5,045	15,229	-10,184	5,045	15,229	-10,184
22-Recurring Gifts	25,651	28,148	-2,497	25,651	28,148	-2,497
23-BoardSolicitation MajorGifts	0	0	0	0	0	0
24-Convention Revenue	0	0	0	0	0	0
25-Project Program Revenue	100	4,512	-4,412	100	4,512	-4,412
26-Brand Dev / Promotional Materials Rev	678	231	447	678	231	447
27-BallotAccess Donations	775	18,642	-17,867	775	18,642	-17,867
28-Publications Materials Other	7,075	600	6,475	7,075	600	6,475
29-Other Revenue	0	1	-1	0	1	-1
<b>Total Support and Revenue</b>	<b>75,306</b>	<b>110,257</b>	<b>-34,951</b>	<b>75,306</b>	<b>110,257</b>	<b>-34,951</b>
<b>Cost of Support and Revenue</b>						
32-Fundraising Costs	7,256	7,107	149	7,256	7,107	149
33-Membership Fundraising Costs	3,065	6,224	-3,159	3,065	6,224	-3,159
35-Convention	0	0	0	0	0	0
36-Ballot Access Fundraising Exp	0	2,846	-2,846	0	2,846	-2,846
37-Building Fundraising Exp	0	3,815	-3,815	0	3,815	-3,815
<b>Total Cost of Support and Revenue</b>	<b>10,320</b>	<b>19,992</b>	<b>-9,672</b>	<b>10,320</b>	<b>19,992</b>	<b>-9,672</b>
<b>Net Support Available for Programs</b>	<b>64,986</b>	<b>90,265</b>	<b>-25,279</b>	<b>64,986</b>	<b>90,265</b>	<b>-25,279</b>
<b>Program Expense</b>						
40-Administrative Costs	18,897	23,135	-4,238	18,897	23,135	-4,238
45-Compensation	32,814	40,297	-7,483	32,814	40,297	-7,483
50-Affiliate Support	4,200	459	3,741	4,200	459	3,741
55-Brand Dev / Promotional Materials	1,246	500	746	1,246	500	746
58-Campus Outreach	0	0	0	0	0	0
60-Candidate, Campaign & Initiatives	0	0	0	0	0	0
70-BallotAccess Petitioning Related Exp	29,019	0	29,019	29,019	0	29,019
75-Litigation	0	0	0	0	0	0
80-Media	10	10	0	10	10	0
85-Member Communication	0	6,266	-6,266	0	6,266	-6,266
88-Outreach	0	128	-128	0	128	-128
90-Project Program Other	0	0	0	0	0	0
<b>Total Program Expense</b>	<b>86,186</b>	<b>70,795</b>	<b>15,391</b>	<b>86,186</b>	<b>70,795</b>	<b>15,391</b>
<b>Net Operating Surplus (or Deficit)</b>	<b>-21,200</b>	<b>19,470</b>	<b>-40,670</b>	<b>-21,200</b>	<b>19,470</b>	<b>-40,670</b>

**Libertarian National Committee, Inc.**  
**Standard Statement of Operations - Jan-Dec 2015**  
**Budget vs. Actual**

	Unrestricted Jan-16	Temp. Restricted	Total Jan 16	Jan - Dec 16	2016 Budget Year to Date	Actual vs. Budget YTD	Total Annual Budget 2016	2015 Budget Remaining
<b>Support and Revenue</b>								
20-Membership Dues	35,982.24		35,982.24	35,982.24	34,583.33	1,398.91	415,000.00	379,017.76
21-Donations	5,045.00		5,045.00	5,045.00	22,608.33	(17,563.33)	271,300.00	266,255.00
22-Recurring Gifts	25,651.02		25,651.02	25,651.02	27,441.67	(1,790.65)	329,300.00	303,648.98
23-Board/ED Solicitation MajorGifts	0.00		0.00	0.00	5,000.00	(5,000.00)	60,000.00	60,000.00
24-Convention Revenue	0.00		0.00	0.00	0.00	0.00	155,461.00	155,461.00
25-Project Program Revenue	0.00	100.00	100.00	100.00	833.33	(733.33)	10,000.00	9,900.00
26-Brand Dev / Political Materials Rev	677.80		677.80	677.80	2,916.67	(2,238.87)	35,000.00	34,322.20
27-BallotAccess Donations	775.00		775.00	775.00	16,141.67	(15,366.67)	193,700.00	192,925.00
28-Membership Communication / Publications	7,075.00		7,075.00	7,075.00	400.00	6,675.00	4,800.00	(2,275.00)
29-Other Revenue	0.00		0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Support and Revenue</b>	<b>75,206.06</b>	<b>100.00</b>	<b>75,306.06</b>	<b>75,306.06</b>	<b>109,925.00</b>	<b>(34,618.94)</b>	<b>1,474,561.00</b>	<b>1,399,254.94</b>
<b>Cost of Support and Revenue</b>								
32-Fundraising Costs	7,255.51		7,255.51	7,255.51	11,780.34	(4,524.83)	141,364.03	134,108.52
33-Membership Fundraising Costs	3,064.66		3,064.66	3,064.66	7,683.33	(4,618.67)	92,200.00	89,135.34
35-Convention	0.00		0.00	0.00	0.00	0.00	155,461.00	155,461.00
36-Ballot Access Fundraising Exp	0.00		0.00	0.00	1,400.00	(1,400.00)	16,800.00	16,800.00
37-Building Fundraising Exp	0.00		0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Cost of Support and Revenue</b>	<b>10,320.17</b>	<b>0.00</b>	<b>10,320.17</b>	<b>10,320.17</b>	<b>20,863.67</b>	<b>(10,543.50)</b>	<b>405,825.03</b>	<b>395,504.86</b>
<b>Net Support Available for Programs</b>	<b>64,885.89</b>	<b>100.00</b>	<b>64,985.89</b>	<b>64,985.89</b>	<b>89,061.33</b>	<b>(24,075.44)</b>	<b>1,068,735.97</b>	<b>1,003,750.08</b>
<b>Program Expense</b>								
40-Administrative Costs	18,897.30	0.00	18,897.30	18,897.30	22,504.17	(3,606.87)	270,050.00	251,152.70
45-Compensation	32,813.86		32,813.86	32,813.86	32,400.00	413.86	388,800.00	355,986.14
50-Affiliate Support	4,200.00		4,200.00	4,200.00	3,750.00	450.00	45,000.00	40,800.00
55-Brand Dev / Political Materials	1,246.09		1,246.09	1,246.09	2,916.67	(1,670.58)	35,000.00	33,753.91
58-Campus Outreach	0.00	0.00	0.00	0.00	83.33	(83.33)	1,000.00	1,000.00
60-Candidate, Campaign & Initiatives	0.00		0.00	0.00	1,000.00	(1,000.00)	12,000.00	12,000.00
70-BallotAccess Petitioning Related Exp	29,018.50		29,018.50	29,018.50	22,708.33	6,310.17	272,500.00	243,481.50
75-Litigation	0.00		0.00	0.00	500.00	(500.00)	6,000.00	6,000.00
80-Media	9.95		9.95	9.95	250.00	(240.05)	3,000.00	2,990.05
85-Member Communication	0.00		0.00	0.00	3,750.00	(3,750.00)	45,000.00	45,000.00
88-Outreach	0.00		0.00	0.00	433.33	(433.33)	5,200.00	5,200.00
90-Project Program Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Program Expense</b>	<b>86,185.70</b>	<b>0.00</b>	<b>86,185.70</b>	<b>86,185.70</b>	<b>90,295.83</b>	<b>(4,110.13)</b>	<b>1,083,550.00</b>	<b>997,364.30</b>
<b>Total Net Operating Surplus (or Deficit)</b>	<b>(21,299.81)</b>	<b>100.00</b>	<b>(21,199.81)</b>	<b>(21,199.81)</b>	<b>(1,234.50)</b>	<b>(19,965.31)</b>	<b>(14,814.03)</b>	<b>6,385.78</b>
<b>Unrestricted Net Operating Surplus (or Deficit)</b>	<b>(21,299.81)</b>		<b>(21,299.81)</b>	<b>(21,299.81)</b>			<b>(19,814.03)</b>	

# **Libertarian National Committee, Inc.** **P&L Acct Detail w-Funct Allocation of Exps for Jan 2016**

	<b><u>TOTAL</u></b>
<b>Ordinary Revenue/Expense</b>	
<b>Revenue</b>	
4000 · General Fundraising	
4010 · Direct Mail Fundraising	
4010-10 · DM - House Fundraising General	3,791.00
4010-11 · DM - House Fundraising Renewal	50.00
4010-20 · DM - Donor Renewal	14,479.00
4010-30 · DM - New Donor Prospecting	250.00
<b>Total 4010 · Direct Mail Fundraising</b>	<b>18,570.00</b>
4030 · Online Contributions - Web	
4030-10 · Online Cont - General	1,254.00
4030-20 · Online Cont - Donor Renewal	13,945.24
4030-30 · Online Cont - New Donor Prosp	6,273.00
<b>Total 4030 · Online Contributions - Web</b>	<b>21,472.24</b>
4040 · Tele Fundraising - Phone Bank	
4040-20 · Tele Fund - Donor Renewal	985.00
<b>Total 4040 · Tele Fundraising - Phone Bank</b>	<b>985.00</b>
4080 · Recurring Contrib - Pledge	25,651.02
4090 · Ballot Access	775.00
<b>Total 4000 · General Fundraising</b>	<b>67,453.26</b>
4100 · Project Revenue	
4108 · Building Fund	100.00
<b>Total 4100 · Project Revenue</b>	<b>100.00</b>
4300 · Program Revenue	
4340 · LP News	7,075.00
4375 · Brand / Political Materials	677.80
<b>Total 4300 · Program Revenue</b>	<b>7,752.80</b>
<b>Total Revenue</b>	<b>75,306.06</b>
<b>Gross Revenue</b>	<b>75,306.06</b>
<b>Expense</b>	
7000 · General Fundraising Expense	
7010 · Direct Mail Fundraising Exp	
7010-10 · DM - House General Expense	3,527.35
7010-20 · DM - Donor Renewal Expense	1,730.13
7010-30 · DM - New Donor Prospecting Exp	150.00
<b>Total 7010 · Direct Mail Fundraising Exp</b>	<b>5,407.48</b>
7030 · Online Contributions Exp - Web	
7030-30 · Online Cont Exp - New Donor	10.61
<b>Total 7030 · Online Contributions Exp - Web</b>	<b>10.61</b>

	<b>TOTAL</b>
<b>7040 · Tele Fundraising Expense</b>	
<b>7040-20 · Tele Fund Exp - Donor Renewal</b>	<u>1,173.92</u>
<b>Total 7040 · Tele Fundraising Expense</b>	<u>1,173.92</u>
<b>7080 · Recurring Contrib - Pledge</b>	570.01
<b>7095 · Credit Card Prc Fees</b>	3,158.15
<b>7099 · Gen Fundraising Staff Salary</b>	<u>2,611.42</u>
<b>Total 7000 · General Fundraising Expense</b>	<u>12,931.59</u>
<b>7100 · Project-Related Expenses</b>	
<b>7106 · Campus Outreach Project</b>	
<b>7106-20 · Campus Outreach Staff Salary</b>	<u>96.94</u>
<b>Total 7106 · Campus Outreach Project</b>	<u>96.94</u>
<b>Total 7100 · Project-Related Expenses</b>	<u>96.94</u>
<b>7200 · Events and Conventions Exp</b>	
<b>7200-40 · Events &amp; Conv Staff Salary</b>	<u>242.36</u>
<b>Total 7200 · Events and Conventions Exp</b>	<u>242.36</u>
<b>7300 · Program-Related Expenses</b>	
<b>7310 · Affiliate Support</b>	
<b>7310-10 · Affiliate Development &amp; Support</b>	4,200.00
<b>7310-20 · Affiliate Support Staff Salary</b>	<u>599.84</u>
<b>Total 7310 · Affiliate Support</b>	<u>4,799.84</u>
<b>7320 · Outreach - PR &amp; Marketing</b>	
<b>7320-20 · Outreach PR Mrktng Staff Salary</b>	<u>502.89</u>
<b>Total 7320 · Outreach - PR &amp; Marketing</b>	<u>502.89</u>
<b>7330 · Media Relations</b>	
<b>7330-10 · Media Relations General</b>	9.95
<b>7330-20 · Media Relations Staff Salary</b>	<u>175.71</u>
<b>Total 7330 · Media Relations</b>	<u>185.66</u>
<b>7340 · Membership Communications</b>	
<b>7340-20 · Mem Comm &amp; Support Staff Salary</b>	<u>7,307.12</u>
<b>Total 7340 · Membership Communications</b>	<u>7,307.12</u>
<b>7360 · Campaign Support &amp; Initiatives</b>	
<b>7360-60 · Camp/Cand Support -Staff Salary</b>	<u>1,993.40</u>
<b>Total 7360 · Campaign Support &amp; Initiatives</b>	<u>1,993.40</u>
<b>7375 · Brand Development</b>	
<b>7375-10 · Brand / Political Materials</b>	1,246.09
<b>7375-20 · Brand Development Staff Salary</b>	<u>315.07</u>
<b>Total 7375 · Brand Development</b>	<u>1,561.16</u>
<b>7380 · Ballot Access - Other</b>	
<b>7380-10 · Ballot Access Petitioning Exp.</b>	29,018.50
<b>7380-50 · B/A &amp; Petitioning Staff Salary</b>	<u>545.31</u>
<b>Total 7380 · Ballot Access - Other</b>	<u>29,563.81</u>
<b>Total 7300 · Program-Related Expenses</b>	<u>45,913.88</u>

	<b>TOTAL</b>
<b>8000 · Salary &amp; Related Expense</b>	
8005 · Salary Bonus Sick & Vac (Admn)	9,674.02
8010 · Hourly Wages (Admin Portion)	123.34
8015 · Contract & Paid Internships	3,469.50
8020 · Employer Cont to P/R Tax	1,609.28
8030 · Employer Cont to 401K & Adm	591.39
8040 · Fed & State Unemployment	231.40
8060 · Health Insurance	2,473.64
8080 · Payroll Service Fees	202.76
<b>Total 8000 · Salary &amp; Related Expense</b>	<b>18,375.33</b>
<b>8100 · Admin &amp; Overhead Expense</b>	
8110 · Ofc Supplies & Non Cap Equipt	1,004.30
8120 · Telephone & Data Services	1,027.18
8125 · Equipment Leases & Maint.	565.87
8130 · Postage & Shipping	1,014.64
8140 · Travel, Meeting, & Meals Exp	969.20
8170 · Occupancy Expenses	
8170-10 · Mortgage Interest Expense	1,929.30
8170-20 · Utilities Expense	304.10
8170-30 · Property Taxes, Fees & Permits	736.83
8170-40 · Maintenance, Cleaning & Repairs	357.20
8170-60 · Assc Fees, Rent & Storage	724.00
<b>Total 8170 · Occupancy Expenses</b>	<b>4,051.43</b>
8180 · Printing & Copying	312.25
8190 · Software, Hardware & Other IT	6,259.77
8195 · Other Expenses & Bank Fees	333.81
<b>Total 8100 · Admin &amp; Overhead Expense</b>	<b>15,538.45</b>
<b>8200 · Professional Services</b>	
8210 · Legal	
8210-30 · Litigation-Lobbing Staff Salary	48.47
<b>Total 8210 · Legal</b>	<b>48.47</b>
8230 · FEC Filing & Consulting	1,500.00
<b>Total 8200 · Professional Services</b>	<b>1,548.47</b>
<b>8300 · Depreciation Expense</b>	<b>1,858.85</b>
<b>Total Expense</b>	<b>96,505.87</b>
<b>Net Ordinary Revenue</b>	<b>(21,199.81)</b>
<b>Net Revenue or Loss</b>	<b>(21,199.81)</b>

**Libertarian National Committee, Inc.**  
**Balance Sheet Current vs Prior Month**  
**As of January 31, 2016**

	Jan 31, 16	Dec 31, 15	\$ Change	% Change
<b>ASSETS</b>				
<b>Current Assets</b>				
<b>Checking/Savings</b>				
<b>11 · Cash</b>				
111U · PNC Check Acct 1 (Unrestricted)	26,172.64	5,899.59	20,273.05	343.64%
112U · BBT Check Acct 1 (Unrestricted)	7,952.99	13,707.72	(5,754.73)	(41.98%)
113R · PNC Check Acct 2 (Restricted)	66,603.39	47,384.46	19,218.93	40.56%
114R · BBT Chck Acct 2 (Restricted BF)	4,491.48	4,391.48	100.00	2.28%
<b>Total 11 · Cash</b>	<u>105,220.50</u>	<u>71,383.25</u>	<u>33,837.25</u>	<u>47.4%</u>
<b>Total Checking/Savings</b>	<u>105,220.50</u>	<u>71,383.25</u>	<u>33,837.25</u>	<u>47.4%</u>
<b>Other Current Assets</b>				
<b>16 · Prepaid Expenses</b>				
<b>161 · Bulk Mail Account</b>				
161-10 · Prepaid Bulk Mail VA	1,073.28	1,073.28	0.00	0.0%
161-20 · Prepaid Bulk Mail DC	565.07	565.07	0.00	0.0%
<b>Total 161 · Bulk Mail Account</b>	<u>1,638.35</u>	<u>1,638.35</u>	<u>0.00</u>	<u>0.0%</u>
165 · Prepaid Licenses	10,985.55	12,084.11	(1,098.56)	(9.09%)
<b>167 · Prepaid Convention</b>				
167-10 · Prepaid Convention General Exp	1,504.57	340.50	1,164.07	341.87%
<b>Total 167 · Prepaid Convention</b>	<u>1,504.57</u>	<u>340.50</u>	<u>1,164.07</u>	<u>341.87%</u>
169 · Other Prepaid Expense	1,608.30	1,170.10	438.20	37.45%
<b>Total 16 · Prepaid Expenses</b>	<u>15,736.77</u>	<u>15,233.06</u>	<u>503.71</u>	<u>3.31%</u>
<b>Total Other Current Assets</b>	<u>15,736.77</u>	<u>15,233.06</u>	<u>503.71</u>	<u>3.31%</u>
<b>Total Current Assets</b>	<u>120,957.27</u>	<u>86,616.31</u>	<u>34,340.96</u>	<u>39.65%</u>
<b>Fixed Assets</b>				
<b>17 · Fixed Assets</b>				
172 · Furniture & Fixtures	25,878.73	25,878.73	0.00	0.0%
173 · Office Equipment	3,159.99	3,159.99	0.00	0.0%
174 · Computer Hardware	22,801.27	22,801.27	0.00	0.0%
175 · Computer Software	84,645.15	84,645.15	0.00	0.0%
176 · Capital Lease Assets	15,760.00	15,760.00	0.00	0.0%
<b>177 · Office Building</b>				
177-10 · Physical Structure	477,119.00	477,119.00	0.00	0.0%
177-20 · Land	347,881.00	347,881.00	0.00	0.0%
<b>Total 177 · Office Building</b>	<u>825,000.00</u>	<u>825,000.00</u>	<u>0.00</u>	<u>0.0%</u>
178 · Ofc Imprmnt Acq & Capt Expense	44,697.11	44,697.11	0.00	0.0%
179 · Accumulated Depreciation	(162,210.63)	(160,351.78)	(1,858.85)	(1.16%)
<b>Total 17 · Fixed Assets</b>	<u>859,731.62</u>	<u>861,590.47</u>	<u>(1,858.85)</u>	<u>(0.22%)</u>
<b>Total Fixed Assets</b>	<u>859,731.62</u>	<u>861,590.47</u>	<u>(1,858.85)</u>	<u>(0.22%)</u>
<b>Other Assets</b>				
<b>18 · Non Current Collectables</b>				
180 · Bequests Expected - Non Current	168,492.08	201,892.08	(33,400.00)	(16.54%)
<b>Total 18 · Non Current Collectables</b>	<u>168,492.08</u>	<u>201,892.08</u>	<u>(33,400.00)</u>	<u>(16.54%)</u>
<b>Total Other Assets</b>	<u>168,492.08</u>	<u>201,892.08</u>	<u>(33,400.00)</u>	<u>(16.54%)</u>
<b>TOTAL ASSETS</b>	<u><u>1,149,180.97</u></u>	<u><u>1,150,098.86</u></u>	<u><u>(917.89)</u></u>	<u><u>(0.08%)</u></u>



	Jan 31, 16	Dec 31, 15	\$ Change	% Change
<b>LIABILITIES &amp; EQUITY</b>				
<b>Liabilities</b>				
<b>Current Liabilities</b>				
<b>Other Current Liabilities</b>				
<b>24 · Accrued Expenses</b>				
241 · Accrued Payroll	6,532.64	5,386.92	1,145.72	21.27%
242 · Accrued Vacation	26,065.00	24,628.00	1,437.00	5.84%
244 · Other Accrued Expenses	0.00	3,612.70	(3,612.70)	(100.0%)
245 · Accrued Real Estate Tax	1,473.66	736.83	736.83	100.0%
<b>Total 24 · Accrued Expenses</b>	<b>34,071.30</b>	<b>34,364.45</b>	<b>(293.15)</b>	<b>(0.85%)</b>
<b>25 · Accrued Payroll Taxes</b>				
252 · 401(k) Liability	1,774.14	886.16	887.98	100.21%
<b>Total 25 · Accrued Payroll Taxes</b>	<b>1,774.14</b>	<b>886.16</b>	<b>887.98</b>	<b>100.21%</b>
<b>27 · Deferred Liabilities</b>				
272 · Deferred Convention Revenue	65,204.00	44,821.00	20,383.00	45.48%
275 · Other Deferred Revenue	375.00	100.00	275.00	275.0%
<b>Total 27 · Deferred Liabilities</b>	<b>65,579.00</b>	<b>44,921.00</b>	<b>20,658.00</b>	<b>45.99%</b>
<b>Total Other Current Liabilities</b>	<b>101,424.44</b>	<b>80,171.61</b>	<b>21,252.83</b>	<b>26.51%</b>
<b>Total Current Liabilities</b>	<b>101,424.44</b>	<b>80,171.61</b>	<b>21,252.83</b>	<b>26.51%</b>
<b>Long Term Liabilities</b>				
<b>28 · Long Term Liabilities</b>				
281 · Capital Lease Liability Current	1,334.91	1,334.91	0.00	0.0%
282 · Capital Lease Non Current	13,822.57	13,822.57	0.00	0.0%
<b>Total 28 · Long Term Liabilities</b>	<b>15,157.48</b>	<b>15,157.48</b>	<b>0.00</b>	<b>0.0%</b>
<b>29 · Loans &amp; Mortgages (Principle)</b>	<b>460,984.25</b>	<b>461,955.16</b>	<b>(970.91)</b>	<b>(0.21%)</b>
<b>Total Long Term Liabilities</b>	<b>476,141.73</b>	<b>477,112.64</b>	<b>(970.91)</b>	<b>(0.2%)</b>
<b>Total Liabilities</b>	<b>577,566.17</b>	<b>557,284.25</b>	<b>20,281.92</b>	<b>3.64%</b>
<b>Equity</b>				
<b>31 · General Operating</b>	<b>585,419.17</b>	<b>572,671.76</b>	<b>12,747.41</b>	<b>2.23%</b>
<b>32 · Temp. Restricted Balances</b>				
3204 · Fund - Campus	2,555.41	2,555.41	0.00	0.0%
3210 · Fund - Building	4,491.48	4,391.48	100.00	2.28%
3211 · Fund - Radio Ad Project	348.55	348.55	0.00	0.0%
<b>Total 32 · Temp. Restricted Balances</b>	<b>7,395.44</b>	<b>7,295.44</b>	<b>100.00</b>	<b>1.37%</b>
<b>Net Revenue or Loss</b>	<b>(21,199.81)</b>	<b>12,847.41</b>	<b>(34,047.22)</b>	<b>(265.01%)</b>
<b>Total Equity</b>	<b>571,614.80</b>	<b>592,814.61</b>	<b>(21,199.81)</b>	<b>(3.58%)</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>1,149,180.97</b>	<b>1,150,098.86</b>	<b>(917.89)</b>	<b>(0.08%)</b>

**Libertarian National Committee, Inc.**  
**Statement of Cash Flows**  
**January 2016**

	<b>Jan 16</b>
<b>OPERATING ACTIVITIES</b>	
Net Revenue	(21,199.81)
Adjustments to reconcile Net Revenue to net cash provided by operations:	
16 · Prepaid Expenses:165 · Prepaid Licenses	1,098.56
16 · Prepaid Expenses:167 · Prepaid Convention:167-10 · Prepaid Convention General Exp	(1,164.07)
16 · Prepaid Expenses:169 · Other Prepaid Expense	(438.20)
24 · Accrued Expenses:241 · Accrued Payroll	1,145.72
24 · Accrued Expenses:242 · Accrued Vacation	1,437.00
24 · Accrued Expenses:244 · Other Accrued Expenses	(3,612.70)
24 · Accrued Expenses:245 · Accrued Real Estate Tax	736.83
25 · Accrued Payroll Taxes:252 · 401(k) Liability	887.98
27 · Deferred Liabilities:272 · Deferred Convention Revenue	20,383.00
27 · Deferred Liabilities:275 · Other Deferred Revenue	275.00
Net cash provided by Operating Activities	(450.69)
<b>INVESTING ACTIVITIES</b>	
17 · Fixed Assets:179 · Accumulated Depreciation	1,858.85
18 · Non Current Collectables:180 · Bequests Expected - Non Current	33,400.00
Net cash provided by Investing Activities	35,258.85
<b>FINANCING ACTIVITIES</b>	
29 · Loans & Mortgages (Principle)	(970.91)
31 · General Operating	(100.00)
32 · Temp. Restricted Balances:3210 · Fund - Building	100.00
Net cash provided by Financing Activities	(970.91)
Net cash increase for period	33,837.25
Cash at beginning of period	71,383.25
Cash at end of period	105,220.50

**RELATED PARTY TRANSACTIONS AS OF: 01/31/16**

Related Party	Mem Expires / BSM Expires	MTD Contributions	YTD Contributions	Giving (Since 1990)	Liberty Pledge Club
Mr. Brett Bittner	12/31/16 - 02/01/17	\$ 15.00	\$ 15.00	\$ 573.00	Yes
Mr. R. Doug Craig	12/31/16 - 01/02/17	\$ 50.00	\$ 50.00	\$ 2,349.00	Yes
Mr. Marc Feldman	Life Member	\$ -	\$ -	\$ 2,810.78	Yes
Mr. Sam Goldstein	12/31/16 - 02/01/17	\$ 50.00	\$ 50.00	\$ 3,663.96	Yes
Mr. Kevin Hagan *	11/07/08 - 11/07/08	\$ -	\$ -	\$ 283.00	
Mr. Timothy Hagan	Life Member	\$ 15.00	\$ 15.00	\$ 7,851.82	Yes
Mr. Daniel Hayes	12/31/16 - 02/16/17	\$ 200.00	\$ 200.00	\$ 2,634.00	Yes
Mr. Gary Johnson	Life Member	\$ 15.00	\$ 15.00	\$ 29,079.00	Yes
Mr. Joshua Katz	06/20/16 - 11/02/16	\$ -	\$ -	\$ 878.00	
Ms. Vicki Kirkland	Life Member	\$ -	\$ -	\$ 3,226.00	Yes
Dr. James Lark	Life Member	\$ 364.00	\$ 364.00	\$ 76,673.30	Yes
Dr. Scott Lieberman	Life Member	\$ -	\$ -	\$ 11,479.38	
Mr. Kevin Ludlow	12/31/16 - 02/01/17	\$ 150.00	\$ 150.00	\$ 715.00	Yes
Mr. Edward Marsh	Life Member	\$ -	\$ -	\$ 3,966.00	
Ms. Alicia Mattson	Life Member	\$ -	\$ -	\$ 4,310.00	
Mr. Guy McLendon	Life Member	\$ 30.00	\$ 30.00	\$ 7,068.00	Yes
Mr. Norman Olsen	Life Member	\$ -	\$ -	\$ 5,404.50	Yes
Mr. Sean O'Toole	Life Member	\$ 349.00	\$ 349.00	\$ 10,047.00	
Mr. William Redpath	Life Member	\$ 208.34	\$ 208.34	\$ 101,238.54	Yes
Mr. Roland Riemers	Life Member	\$ 100.00	\$ 100.00	\$ 4,234.99	Yes
Mr. Nicholas Sarwark	Life Member	\$ 20.00	\$ 20.00	\$ 4,055.00	Yes
Mr. Frank Sarwark *	08/12/16 - 08/10/16	\$ -	\$ -	\$ 3,336.00	
Ms. Valerie Sarwark *	06/19/16 - 08/11/16	\$ -	\$ -	\$ 125.00	
Mr. Scott Spencer	Life Member	\$ 150.00	\$ 150.00	\$ 12,979.00	Yes
Mr. Richard Tomasso	12/31/16 - 01/02/17	\$ 399.00	\$ 399.00	\$ 3,386.00	Yes
Mr. Arvin Vohra	12/31/16 - 12/02/16	\$ -	\$ -	\$ 804.00	Yes
Mr. Daniel Wiener	12/31/16 - 02/02/17	\$ 25.00	\$ 25.00	\$ 3,971.84	Yes
Mr. Ron Windeler	Life Member	\$ -	\$ -	\$ 9,132.50	
Total Contributions:		\$ 2,140.34	\$ 2,140.34	\$ 316,274.61	

\* Non LNC Member disclosed related party

Related Party	Memo	MTD Disbursements	YTD Disbursements
American Liberty Consulting (Mr. Paul Frankel **)	B/A Petitioning Management	\$ 2,800.00	\$ 2,800.00
Oklahoma Libertarian Party	Ballot Access Petitioning	\$ 26,218.50	\$ 26,218.50
Mr. Paul Frankel **	Misc. Exp Reimbursement	\$ 115.16	\$ 115.16
Total Disbursements:		\$ 29,133.66	\$ 29,133.66

\*\* B/A Committee Member

**CHAIR'S DISCRETIONARY TRANSACTIONS AS OF: 01/31/16**

Chair	Memo	MTD Disbursements	YTD Disbursements
Mr. Nicholas Sarwark	None	\$ -	\$ -

## **Secretary's Report**

For February 20-21, 2016 LNC Session

Following is a status report for minutes of LNC and EC meetings since the previous regular LNC session:

- November 14-15, 2015 LNC session – auto-approved on December 13, 2015
- December 7, 2015 LNC Executive Committee teleconference meeting – auto-approved on December 22, 2015
- December 11, 2015 LNC Executive Committee teleconference meeting – auto-approved on December 25, 2015
- January 6, 2016 LNC Executive Committee teleconference meeting – auto-approved on January 21, 2016
- February 1, 2016 LNC Executive Committee teleconference meeting – scheduled to auto-approve on February 17, 2016

The Policy Manual has been updated to reflect the changes made by the LNC in its November 14-15, 2015 meeting.

The above records are being promptly posted to the website by our staff.

There have been no changes in the membership of the LNC since the November 2015 session.

I informed state chairs of their delegate allocations for the 2016 convention on November 27, 2015, which met the bylaws deadline of November 30, 2015 for that notification.

I have almost finished updating the Delegation Chair's Manual for the 2016 convention. It will be distributed to state chairs well in advance of the convention for their reference.

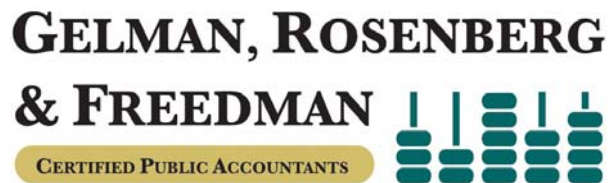
Committee membership changes since the previous regular LNC session:

- The following state appointments have been made to the Credentials Committee: Ben Bachrach (FL), Scott Pettigrew (OH). CA has not yet made its appointment, to my knowledge.
- The following state appointments have been made to the Platform Committee: Matt Cholko (VA), John Fockler (OH), Jim Fulner (MI), Roy Minet (PA), Darryl Perry (NH), Debbie Schum (AK), Jason Weinman (NV), Nathan Wilson (GA). Virginia also named Bo Brown as an alternate.

The web page showing the members of each committee has been updated to reflect these appointments.

No email ballots were completed since the November 14-15, 2015 LNC session.

Alicia Mattson  
LNC Secretary



January 20, 2016

To the Board of Directors  
Libertarian National Committee, Inc.  
Washington, D.C.

We have audited the financial statements of the Libertarian National Committee, Inc., also known as the Libertarian Party (the Committee), for the year ended December 31, 2014, and have issued our report thereon dated January 20, 2016. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement letter to you dated March 3, 2015.

Professional standards also require that we communicate to you the following information related to our audit.

- **Qualitative Aspects of Accounting Practices**

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Committee are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended December 31, 2014. We noted no transactions entered into by the Committee during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

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**MEMBER OF THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS' PRIVATE COMPANIES PRACTICE SECTION**

The most sensitive estimate affecting the financial statements was management's estimate of the allocation of expenses to programs, which is based on an allocation of the actual time spent on each program. We evaluated the key factors and assumptions used to develop the allocation in determining that it is reasonable in relation to the financial statements taken as a whole.

The disclosures in the financial statements are neutral, consistent and clear. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users.

- **Difficulties Encountered in Performing the Audit**

There were no difficulties encountered while performing and completing our audit.

- **Discussions Prior to Retention**

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Committee's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

- **Planned Scope and Timing of the Audit**

We performed our audit according to the planned scope and timing previously communicated to you in our engagement letter and our other letter on planning of the engagement dated March 3, 2015.

- **Management Representations**

We have requested certain representations from management that are included in the management representation letter dated January 20, 2016.

- **Corrected and Uncorrected Misstatements**

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management.

All other misstatements detected as a result of audit procedures and corrected by management were not material, either individually or in the aggregate, to the financial statements taken as a whole.

We proposed eight adjusting journal entries that decreased the net assets by \$26,971. The most significant entry was to reduce the amount of a bequest that was received in 2014.

- **Disagreements with Management**

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting or auditing matter, whether or not resolved to our satisfaction that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

- **Management Consultations with Other Independent Accountants**

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Committee's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

- **Independence and Non-Audit Services Provided by Audit Firm**

In accordance with professional standards, during the fiscal year and currently, all members of our firm were independent with respect to the Committee.

During the year under audit, we provided corporate tax preparation services (Form 1120-POL) and additional tax advice. All other time and expenses incurred by us were in connection with our annual audit.

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This information is intended solely for the use of the Audit Committee, Board of Directors and management of the Libertarian National Committee, Inc., and is not intended to be, and should not be, used by anyone other than these specified parties.

*Gelman Rosenberg & Freedman*

January 20, 2016

**FINANCIAL STATEMENTS**

**LIBERTARIAN NATIONAL COMMITTEE, INC.  
(THE LIBERTARIAN PARTY)**

**FOR THE YEARS ENDED  
DECEMBER 31, 2014 AND 2013**



**LIBERTARIAN NATIONAL COMMITTEE, INC.**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Libertarian National Committee, Inc.  
Washington, D.C.

We have audited the accompanying financial statements of the Libertarian National Committee, Inc., also known as the Libertarian Party (the Committee), which comprise the statements of financial position as of December 31, 2014 and 2013, and the related statements of activities and changes in net asset, and cash flows for the years then ended, and the related notes to the 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 fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity'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 entity'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 Committee as of December 31, 2014 and 2013, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.



January 20, 2016

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MEMBER OF THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS' PRIVATE COMPANIES PRACTICE SECTION

LIBERTARIAN NATIONAL COMMITTEE, INC.

STATEMENTS OF FINANCIAL POSITION  
AS OF DECEMBER 31, 2014 AND 2013

ASSETS

	<u>2014</u>	<u>2013</u>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 18,855	\$ 392,984
Bequest receivable, current	32,400	15,744
Prepaid expenses	<u>12,345</u>	<u>24,311</u>
Total current assets	<u>63,600</u>	<u>433,039</u>
<b>FIXED ASSETS</b>		
Land	347,881	-
Buildings	477,119	-
Equipment	3,160	3,160
Furniture	25,879	16,818
Computer equipment and computer software	107,446	107,446
Building improvements	42,477	-
Capital lease asset (Note 2)	<u>15,760</u>	<u>6,827</u>
	1,019,722	134,251
Less: Accumulated depreciation and amortization	<u>(144,326)</u>	<u>(127,716)</u>
Net fixed assets	<u>875,396</u>	<u>6,535</u>
<b>OTHER ASSETS</b>		
Deposits	-	7,020
Bequest receivable, non-current	<u>192,600</u>	<u>-</u>
Total other assets	<u>192,600</u>	<u>7,020</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 1,131,596</u></b>	<b><u>\$ 446,594</u></b>

## LIABILITIES AND NET ASSETS

	<u>2014</u>	<u>2013</u>
<b>CURRENT LIABILITIES</b>		
Mortgage payable, current portion (Note 3)	\$ 10,663	\$ -
Capital lease, current portion (Note 2)	1,335	-
Accounts payable and accrued liabilities	3,130	3,153
Accrued salaries and related benefits	37,570	49,043
Deferred rent (Note 5)	<u>-</u>	<u>7,921</u>
Total current liabilities	<u>52,698</u>	<u>60,117</u>
<b>LONG-TERM LIABILITIES</b>		
Mortgage payable, net of current portion (Note 3)	485,108	-
Capital lease, net of current portion (Note 2)	<u>13,823</u>	<u>-</u>
Total long-term liabilities	<u>498,931</u>	<u>-</u>
Total liabilities	<u>551,629</u>	<u>60,117</u>
<b>NET ASSETS</b>		
Unrestricted	566,370	53,594
Temporarily restricted (Note 4)	<u>13,597</u>	<u>332,883</u>
Total net assets	<u>579,967</u>	<u>386,477</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ <u>1,131,596</u></b>	<b>\$ <u>446,594</u></b>

## LIBERTARIAN NATIONAL COMMITTEE, INC.

STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014			2013		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<b>REVENUE</b>						
Contributions and memberships	\$ 1,132,079	\$ 77,249	\$ 1,209,328	\$ 1,040,436	\$ 244,009	\$ 1,284,445
Bequests	225,000	-	225,000	5,000	-	5,000
Conventions	137,849	-	137,849	-	-	-
Sponsorships and classifieds	7,959	-	7,959	1,000	-	1,000
Interest income	1	-	1	23	-	23
Other events	-	-	-	705	-	705
Net assets released from donor restrictions (Note 4)	<u>396,535</u>	<u>(396,535)</u>	<u>-</u>	<u>37,717</u>	<u>(37,717)</u>	<u>-</u>
Total revenue	<u>1,899,423</u>	<u>(319,286)</u>	<u>1,580,137</u>	<u>1,084,881</u>	<u>206,292</u>	<u>1,291,173</u>
<b>EXPENSES (Note 9)</b>						
Program Services:						
Affiliate Support	40,432	-	40,432	30,827	-	30,827
Ballot Access	132,594	-	132,594	28,789	-	28,789
Brand Development	30,410	-	30,410	27,856	-	27,856
Campus Outreach	1,642	-	1,642	2,231	-	2,231
Candidate Support	57,229	-	57,229	32,294	-	32,294
Litigation Support	5,944	-	5,944	11,768	-	11,768
Media Relations	22,013	-	22,013	24,899	-	24,899
Member Communications	279,758	-	279,758	238,881	-	238,881
Outreach	<u>73,575</u>	<u>-</u>	<u>73,575</u>	<u>90,786</u>	<u>-</u>	<u>90,786</u>
Total program services	<u>643,597</u>	<u>-</u>	<u>643,597</u>	<u>488,331</u>	<u>-</u>	<u>488,331</u>
Supporting Services:						
Conventions	136,895	-	136,895	-	-	-
Management and General	210,092	-	210,092	183,378	-	183,378
Fundraising and Donor Acquisition	<u>396,063</u>	<u>-</u>	<u>396,063</u>	<u>484,342</u>	<u>-</u>	<u>484,342</u>
Total supporting services	<u>743,050</u>	<u>-</u>	<u>743,050</u>	<u>667,720</u>	<u>-</u>	<u>667,720</u>
Total expenses	<u>1,386,647</u>	<u>-</u>	<u>1,386,647</u>	<u>1,156,051</u>	<u>-</u>	<u>1,156,051</u>
Changes in net assets before other item	512,776	(319,286)	193,490	(71,170)	206,292	135,122
<b>OTHER ITEM</b>						
Loss on disposal of inventory	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,000)</u>	<u>-</u>	<u>(2,000)</u>
Changes in net assets	512,776	(319,286)	193,490	(73,170)	206,292	133,122
Net assets at beginning of year	<u>53,594</u>	<u>332,883</u>	<u>386,477</u>	<u>126,764</u>	<u>126,591</u>	<u>253,355</u>
<b>NET ASSETS AT END OF YEAR</b>	<b><u>\$ 566,370</u></b>	<b><u>\$ 13,597</u></b>	<b><u>\$ 579,967</u></b>	<b><u>\$ 53,594</u></b>	<b><u>\$ 332,883</u></b>	<b><u>\$ 386,477</u></b>

## LIBERTARIAN NATIONAL COMMITTEE, INC.

**STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013**

	<u>2014</u>	<u>2013</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Changes in net assets	\$ 193,490	\$ 133,122
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation and amortization	23,438	3,923
Loss on disposition of assets	-	2,000
(Increase) decrease in:		
Accounts receivable from an employee	-	4,341
Bequest receivable	(209,256)	30,777
Prepaid expenses	11,966	2,434
Deposits	7,020	-
Increase (decrease) in:		
Accounts payable and accrued liabilities	(23)	3,153
Accrued salaries and related benefits	(11,473)	14,823
Deferred rent	<u>(7,921)</u>	<u>4,926</u>
Net cash provided by operating activities	<u>7,241</u>	<u>199,499</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	<u>(876,539)</u>	<u>-</u>
Net cash used by investing activities	<u>(876,539)</u>	<u>-</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Principal payments on capital lease liability	(602)	(299)
Proceeds from mortgage payable	500,000	-
Payments on mortgage payable	<u>(4,229)</u>	<u>-</u>
Net cash provided (used) by financing activities	<u>495,169</u>	<u>(299)</u>
Net (decrease) increase in cash and cash equivalents	(374,129)	199,200
Cash and cash equivalents at beginning of year	<u>392,984</u>	<u>193,784</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b><u>\$ 18,855</u></b>	<b><u>\$ 392,984</u></b>

**SUPPLEMENTAL INFORMATION:****Non Cash Investing and Financing Activities**

<b>Interest Paid</b>	<b><u>\$ 13,077</u></b>	<b><u>\$ -</u></b>
<b>Capital Lease</b>	<b><u>\$ 15,760</u></b>	<b><u>\$ -</u></b>

**LIBERTARIAN NATIONAL COMMITTEE, INC.**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2013**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION**

**Organization -**

The Libertarian National Committee, Inc. (the Committee) was founded in 1971 as a national, tax-exempt political organization, which is the operational arm of the Libertarian Party, a grassroots political organization. The Committee was incorporated in February 1995 and its affairs are directed by its National Board of Directors, who are elected by delegates biannually at the national convention.

The Committee, with the consent of the delegates, also establishes the platform of the Libertarian Party, which is based upon the basic premises of civil liberties and personal freedom, a free-market economy, free trade and a foreign policy of non-intervention and peace. The Committee has approximately 12,800 contributing members.

The Committee's program activities consist of the following:

- Affiliate support – developing or supporting state and county affiliate parties.
- Ballot access – getting candidates on ballots, including corresponding lawsuits.
- Brand development – developing an image in the minds of voters.
- Campaign support – efforts to support or oppose ballot initiatives.
- Campus outreach – on-campus recruiting and support groups.
- Candidate support – recruiting and supporting candidates with their electoral ambitions.
- Litigation support – proactive lawsuits to change public policy, other than ballot access.
- Lobbying – persuading legislators to change laws, including ballot access laws.
- Media relations – direct communication with the media.
- Member communications – Libertarian Party News periodical and other member communications.
- Outreach – initiatives to reach the general public and outside groups.
- Voter registration – voter registration drives.

**Basis of presentation -**

The accompanying financial statements are presented on the accrual basis of accounting, and in accordance with FASB ASC 958, *Not-for-Profit Entities*.

**Cash and cash equivalents -**

The Committee considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

Bank deposit accounts are insured by the Federal Deposit Insurance Corporation ("FDIC") up to a limit of \$250,000. At times during the year, the Committee maintains cash balances in excess of the FDIC insurance limits. Management believes the risk in these situations to be minimal.

**LIBERTARIAN NATIONAL COMMITTEE, INC.**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2013**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION  
(Continued)**

**Bequest receivable -**

The Committee's bequest receivable consists of amounts due from decedent members' last wills and testaments.

One of two significant bequests pertains to a deceased member's unconditional promise-to-give the Committee a portion of his estate (the "Barrington bequest") after specific bequests and payments of debts and expenses. The Committee received during the year ended December 31, 2007 its proportionate share of the estate, which was approximately \$217,700. Given the annual contribution limits allowable under Federal Election Commission (FEC) guidelines, the executor of the estate directed the remaining principal of the Committee's portion to be held by a trustee and escrow agent and to annually release the amount allowable under FEC guidelines to the Committee. The remaining funds resulting from the liquidating distribution from the decedent's estate was held in trust at a federally insured financial institution in various money market and certificates of deposit accounts for the benefit of the Committee. The Committee received the final payment in the amount of \$15,744 during the year ended December 31, 2014.

The other significant bequest pertains to a deceased member's unconditional promise-to-give the Committee a portion of his estate (the "Shaber bequest") after specific bequests and payments of debts and expenses. The Committee received during the year ended December 31, 2014 its proportionate share of the estate, which was approximately \$225,000. Given the annual contribution limits allowable under Federal Election Commission (FEC) guidelines, the executor of the estate directed the remaining principal of the Committee's portion to be held by a trustee and escrow agent and to annually release the amount allowable under FEC guidelines to the Committee. The funds resulting from the liquidating distribution from the decedent's estate is being held in trust at a federally insured financial institution in various money market and certificates of deposit accounts for the benefit of the Committee. The Committee shall receive its first payment during the year ended December 31, 2015.

Bequests are reflected at their net realizable values, which are determined by the Committee by initially discounting the initial bequest by an allowance for doubtful accounts and present value discount. Given the nature of the bequest and that the funds are being held in interest bearing accounts for the benefit of the Committee, the Committee determined that the present value discount and discount for collectability were unnecessary. The Committee expected to receive approximately \$32,400 annually from the trustee, which will be adjusted annually based upon FEC regulations, until the funds held in trust are fully liquidated to the Committee.

**Fixed assets -**

Fixed assets in excess of \$1,000 are capitalized and stated at cost. Fixed assets are depreciated or amortized on a straight-line basis over the estimated useful lives of the related assets, generally three to ten years. The cost of maintenance and repairs is recorded as expenses are incurred.

Depreciation and amortization expense for the years ended December 31, 2014 and 2013 totaled \$23,438 and \$3,923, respectively.



LIBERTARIAN NATIONAL COMMITTEE, INC.

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2013

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION**  
**(Continued)**

Income taxes -

The Committee is recognized as a tax-exempt political organization under Section 527 of the Internal Revenue Code (IRC). Under IRC Section 527, the Committee's exempt functions includes all activities that relate to and support the process of influencing or attempting to influence the selection, nomination, election, or appointment of any individual to a public or political office. Certain activities unrelated to the exempt purpose, such as net investment income, are subject to applicable income taxes.

For the years ended December 31, 2014 and 2013, the Committee did not incur any income tax expense on its net investment income.

Uncertain tax positions -

For the years ended December 31, 2014 and 2013, the Committee has documented its consideration of FASB ASC 740-10, *Income Taxes*, that provides guidance for reporting uncertainty in income taxes and has determined that no material uncertain tax positions qualify for either recognition or disclosure in the financial statements.

Net asset classification -

The net assets are reported in three self-balancing groups as follows:

- **Unrestricted net assets** include unrestricted revenue and contributions received without donor-imposed restrictions. These net assets are available for the operation of the Committee and include undesignated resources.
- **Temporarily restricted net assets** include revenue and contributions subject to donor-imposed stipulations that will be met by the actions of the Committee and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statements of Activities and Changes in Net Assets as net assets released from restrictions.
- **Permanently restricted net assets** represent funds restricted by the donor to be maintained in perpetuity by the Committee. The Committee reported no permanently restricted assets at December 31, 2014 and 2013.

Contributions and donations -

Contributions and donations are recognized at their fair value in the period in which an unconditional promise-to-give is known or when a contribution is received, at the earliest point the contribution is both determinable and measurable by the Committee. Contributions are recognized as unrestricted or temporarily restricted revenue and support based upon the existence or lack of donor-imposed restrictions.

Contributions and donations with donor-imposed restrictions in which the Committee has met the donor's stipulations are reflected as net assets released from restriction.

Temporarily restricted contributions and donations in which the Committee met the donor-imposed restriction during the same fiscal year as the contribution are reflected as unrestricted revenue and support.

**LIBERTARIAN NATIONAL COMMITTEE, INC.**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2013**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION  
(Continued)**

Revenue recognition -

The Committee treats membership dues as contributions and donations in the accompanying financial statements, given that members receive de minimis benefits in exchange for their dues. Revenue from contributions and donations are recognized at the earliest point an unconditional promise-to-give is both determinable and measurable. Revenue from any program service activities and conventions and events are recognized when earned.

Intentions-to-give -

The Committee receives commitment cards from members who many times provide their credit card information for future contribution purposes. The members are generally making recurring contributions to the Committee and do not commit to a specific number of payments or period of time for which the Committee may charge the monthly contributions. The members may also decline the charges or request that the Committee cease making charges against their credit card at any time and completely at their discretion. The Committee treats these reoccurring contributions as intentions-to-give or conditional promises-to-give, and as such, revenue is not recognized until the contribution is both determinable and measurable, which generally occurs when the credit card is processed and receipt is received by the Committee.

Use of estimates -

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Functional allocation of expenses -

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statements of Activities and Changes in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Reclassification -

Certain amounts in the prior year's financial statements have been reclassified to conform to the current year's presentation. These reclassifications had no effect on the previously reported changes in net assets.

**2. CAPITAL LEASE OBLIGATIONS**

In 2014, the Committee acquired a new copier machine under a non-cancelable capital lease agreement. The lease is for 60 months and requires a monthly payment of \$508 plus applicable taxes and insurance. Total monthly payment for the copier is \$566. The lease obligation carries an interest rate of 49.88%. Additionally, the Committee acquired a new postage machine under a non-cancelable capital lease agreement. The lease is for 63 months and requires a monthly payment of \$179. In addition, the Committee pays applicable taxes and for a service agreement agreement each month. The lease obligation carries an interest rate of 41.10%.

**LIBERTARIAN NATIONAL COMMITTEE, INC.**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2013**

**2. CAPITAL LEASE OBLIGATIONS (Continued)**

Future minimum lease payments at December 31, 2014 are as follows:

**Year Ending December 31,**

2015	\$ 8,244
2016	8,244
2017	8,244
2018	8,244
2019	<u>3,285</u>
	36,261
Less: Interest rates ranging from 41.10% to 49.88%	<u>(21,103)</u>
	15,158
Less: Current portion	<u>(1,335)</u>
<b>LONG-TERM PORTION</b>	<b><u>\$ 13,823</u></b>

**3. NOTE PAYABLE**

On April 25, 2014, concurrent with the purchase of its building, the Committee entered into a \$500,000 note payable to a financial institution. The interest rate is 4.85% per annum.

The Committee made interest-only payments on the note through July 25, 2014. In August 2014, the Committee made the first of 119 monthly installments of principal and interest of \$2,900.

On July 25, 2024, the maturity date, a balloon payment amounting to \$371,554 will become due. The note is collateralized by the Committee's building and a security interest in all depository accounts with and investment property held by the financial institution.

**Year Ending December 31,**

2015	\$ 10,663
2016	11,132
2017	11,759
2018	12,351
2019	12,972
2020 and Thereafter	<u>436,894</u>
	<b><u>\$ 495,771</u></b>

For the year ended December 31, 2014, interest paid was \$16,402.

**LIBERTARIAN NATIONAL COMMITTEE, INC.**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2013**

**4. TEMPORARILY RESTRICTED NET ASSETS**

Temporarily restricted net assets consisted of the following at December 31, 2014 and 2013:

	<u>2014</u>	<u>2013</u>
Building Acquisition Fund	\$ 3,037	\$ 322,434
College Campus Programs	3,288	8,288
Legal Offense Fund	7,161	2,050
Radio Ad Project	<u>111</u>	<u>111</u>
	<u><b>\$ 13,597</b></u>	<u><b>\$ 332,883</b></u>

The following temporarily restricted net assets were released from donor restrictions by either incurring expenses which satisfied the restricted purposes specified by the donors, refunding individuals' contributions or by permission from the donors to re-allocate the funds to be used for general operations:

	<u>2014</u>	<u>2013</u>
Building Acquisition Fund	\$ 389,035	\$ 30,527
College Campus Programs	5,000	1,000
Legal Offense Fund	2,500	3,500
Radio Ad Project	<u>-</u>	<u>2,690</u>
	<u><b>\$ 396,535</b></u>	<u><b>\$ 37,717</b></u>

**5. LEASE COMMITMENTS**

In April 2013, the Committee extended its lease agreement for its principal office space through April 30, 2016. In June 2013, the Executive Committee authorized management to provide notice to the landlord that the Committee intends to end the lease early, and in April 2014, the Committee executed an agreement to terminate the lease prior to the scheduled expiration date. The lease terminated on June 9, 2014.

The Committee also leases storage space under a non-cancelable operating lease.

Rent expense for the years ended December 31, 2014 and 2013 totaled \$48,712 and \$130,098, respectively.

The Committee also leases office equipment under a non-cancelable operating lease, expiring at December 31, 2015. In 2014, the office equipment lease was terminated when it was replaced with new office equipment under a non-cancelable capital lease agreement (see Note 2).

**6. RETIREMENT PLAN**

The Committee maintains a 401(k) defined contribution retirement plan that covers employees who meet certain minimum age and length of service requirements. As a qualified retirement plan, employees may contribute a portion of their salaries on a tax-deferred basis up to statutory limits.

The Committee has elected to make matching contributions to the plan based upon 50% of employee contributions, up to 6% of the participant's qualified salary. Contributions to the plan for the years ended December 31, 2014 and 2013 were \$12,227 and \$9,426, respectively.

**LIBERTARIAN NATIONAL COMMITTEE, INC.**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2013**

**7. CONTINGENCY**

Federal Regulation - The Committee is subject to Federal and state election laws and oversight by the FEC. The Committee is subject to the Federal Election Campaign Act of 1971, the Bipartisan Campaign Reform Act of 2002 (BCRA), and various FEC and IRS regulations. As such, the Committee is required to file monthly and annual reports with the FEC regarding contributions and expenditures of its funds.

Additionally, the Committee is precluded from receiving contributions from corporations, labor unions and certain other third parties, and contributions received from individuals are limited to annual amounts as determined by the FEC, which was \$32,400 for the years ended December 31, 2014 and 2013.

Furthermore, the Committee's books and records are subject to examination by regulatory bodies and such examinations can result in fines, penalties, or sanctions. Although the results of such examinations have not had a material impact upon the Committee to date, no assurance can be given regarding the uncertainty of any future compliance examinations.

Litigation and Disputes - The Committee is currently involved in several lawsuits stemming primarily from state ballot access and presidential candidacy issues. These suits involve various legal actions, claims and disputes with affiliates that arise from the normal course of business and that, in the opinion of management, will not have a significant impact upon the Committee.

**8. COMMITMENTS**

The Committee has hotel contracts for future conventions and meetings. The total commitments under the agreements are not determinable as it depends upon attendance and other unknown factors.

There are cancellation penalties that would be due if the agreements were cancelled prior to the event date. The amount of the cancellation penalties increase through the date of the event.

Membership Commitment

The Committee provides nominal or token promotional items to contributors and members, such as a periodic newsletter designed to keep members informed of current developments, encourage participation in the political processes, and promote the interests of the Committee and its candidates.

Although there is no contractual or legal requirements for the Committee to provide such services, as a part of its purpose and out of courtesy to its contributors, the Committee is committed to providing timely information and promotional items to its members.

The Committee recognizes expenses on these programs and items as incurred, and as such, no liability is accrued for any implied member commitment.

Employment Contracts

On July 14, 2013, the Committee entered into an employment contract with a new Executive Director. The term of the contract commenced on August 1, 2013 and ends on June 30, 2016. The employment contract provides for a base monthly salary, vacation accrued at the rate of four weeks annually and performance incentives upon achievement of financial targets. The agreement allows either party to terminate employment with one month written notice.

LIBERTARIAN NATIONAL COMMITTEE, INC.

NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2013

8. COMMITMENTS (Continued)

In December 2011, the Committee entered into an employment contract with the former Executive Director. The term of the contract is scheduled to end on June 30, 2013. The employment contract provides for a base monthly salary and performance incentives upon financial and other performance indicators. The employment agreement also allows for a three-month severance, moving costs and assumption of the unexpired rental lease terms of 12 months or less for termination for any other reason than serious cause with a 3/4 vote of the Board of Directors. The Committee may terminate the employment contract immediately for serious cause with no further compensation. The employment contract with the former Executive Director expired June 30, 2013 and was not renewed.

On July 14, 2013, the Committee entered into an employment agreement with the former Executive Director to assume the role of Political Director. The term of the contract commenced on August 1, 2013 and ends on June 30, 2015. The employment contract provides for a base monthly salary, vacation accrued at the rate of three weeks annually during 2013 (and four weeks thereafter) and performance incentives upon achievement of financial targets. The employment agreement allows for a three-month severance for termination for any other reason than serious cause with a 3/4 vote of the Board of Directors. The employment agreement allows for a two-month severance if the Committee gives less than three months' notice of any intention to not renew or extend the contract.

9. ALLOCATION OF EXPENSES

The Committee allocates payroll and overhead expenses to programs based on management estimates.

During the year ended December 31, 2014, payroll and overhead were allocated as follows:

	<u>Payroll</u>	<u>Overhead</u>	<u>Direct</u>	<u>Total</u>
Program Services:				
Affiliate Support	\$ 16,934	\$ 18,615	\$ 4,883	\$ 40,432
Ballot Access	7,405	8,140	117,049	132,594
Brand Development	8,494	9,338	12,578	30,410
Campus Outreach	782	860	-	1,642
Candidate Support	27,123	29,817	289	57,229
Litigation Support	1,310	1,440	3,194	5,944
Media Relations	10,429	11,465	119	22,013
Member Communications	104,493	114,871	60,394	279,758
Outreach	32,143	35,335	6,097	73,575
Conventions	7,602	8,357	120,936	136,895
Management and General	100,076	110,016	-	210,092
Fundraising and Donor Acquisition	<u>70,242</u>	<u>77,218</u>	<u>248,603</u>	<u>396,063</u>
<b>TOTAL</b>	<b><u>\$ 387,033</u></b>	<b><u>\$ 425,472</u></b>	<b><u>\$ 574,142</u></b>	<b><u>\$ 1,386,647</u></b>

**LIBERTARIAN NATIONAL COMMITTEE, INC.**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2013**

**9. ALLOCATION OF EXPENSES (Continued)**

During the year ended December 31, 2013, payroll and overhead were allocated as follows:

	<u>Payroll</u>	<u>Overhead</u>	<u>Direct</u>	<u>Total</u>
Program Services:				
Affiliate Support	\$ 11,562	\$ 13,861	\$ 5,404	\$ 30,827
Ballot Access	5,697	6,830	16,262	28,789
Brand Development	10,079	12,083	5,694	27,856
Campus Outreach	560	671	1,000	2,231
Candidate Support	14,687	17,607	-	32,294
Litigation Support	1,075	1,289	9,404	11,768
Media Relations	11,310	13,559	30	24,899
Member Communications	97,420	116,791	24,670	238,881
Outreach	38,114	45,693	6,979	90,786
Management and General	83,398	99,980	-	183,378
Fundraising and Donor Acquisition	<u>95,816</u>	<u>114,868</u>	<u>273,658</u>	<u>484,342</u>
<b>TOTAL</b>	<b><u>\$ 369,718</u></b>	<b><u>\$ 443,232</u></b>	<b><u>\$ 343,101</u></b>	<b><u>\$ 1,156,051</u></b>

**10. RELATED PARTY**

During the years ended December 31, 2014 and 2013, the Committee received \$36,122 and \$30,614, respectively, from Board members and \$0 and \$1,478, respectively, from staff.

For the years ended December 31, 2014 and 2013, the Committee incurred \$88,998 and \$1,478, respectively, of expenses paid to Board members or vendors that employed Board members as follows:

<u>Title</u>	<u>Service</u>	<u>Total December 31, 2014</u>	<u>Total December 31, 2013</u>
Alabama limited liability company with one Board Member as executive employee	Ballot access petitioning services - gathering an undocumented number of signatures in 2013	\$ -	\$ 1,197
Nevada corporation owned by one Board member in 2013 and two Board members in 2012	Fundraising commission - thirty percent (30%) of donations from new donors	-	281
Individual who employed Board member	Ballot access petitioning services - gathering 4,166 signatures in Alabama in 2014	12,498	-
Libertarian Party of Kentucky	Ballot access petitioning services - Kentucky	7,000	-

**LIBERTARIAN NATIONAL COMMITTEE, INC.**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2014 AND 2013**

**10. RELATED PARTY (Continued)**

For the years ended December 31, 2014 and 2013, the Committee incurred \$88,998 and \$1,478, respectively, of expenses paid to Board members or vendors that employed Board members as follows:

<u>Title</u>	<u>Service</u>	<u>Total December 31, 2014</u>	<u>Total December 31, 2013</u>
Libertarian Party of Illinois	Ballot access petitioning services - gathering 26,600 signatures in Illinois in 2014	\$ 67,500	\$ -
Libertarian Party of Minnesota	Ballot access petitioning services - 2014 reimbursement of 2012 expenses for gathering signatures in Minnesota	<u>2,000</u>	<u>-</u>
<b>TOTAL</b>		<b><u>\$ 88,998</u></b>	<b><u>\$ 1,478</u></b>

**11. SUBSEQUENT EVENTS**

In preparing these financial statements, the Committee has evaluated events and transactions for potential recognition or disclosure through January 20, 2016, the date the financial statements were issued.

In May 2015, the Committee entered into an employment contract with the Political Director. The term of the contract commenced on July 1, 2015 and ends on June 30, 2017. The employment contract provides for a base monthly salary, vacation accrued in accordance with the Committee's Employee Manual at the rate of four weeks annually and performance incentives upon achievement of metrics relevant to the position, namely the number candidates running and the number of votes cast for those candidates. The employment agreement allows for a one-month severance if the Committee gives less than two months' notice of any intention to not renew or extend the contract. The employment agreement allows for termination without cause with one month's notice and one month's severance. The employment agreement allows for termination for cause and without severance with a ¾ vote of the Board of Directors.



## **2016 AWARDS COMMITTEE REPORT**

Submitted to: Libertarian National Committee, Feb. 15, 2016

Submitted by: James W. Lark, III  
Region 5 Representative, Libertarian National Committee  
Chair, 2016 Awards Committee

The members of the Awards Committee are Tim Hagan, Daniel Hayes, Kevin Knedler, Jim Lark, and Roland Riemers. The Committee members were elected by the LNC during the November 2015 meeting.

In early January the Committee selected Dr. Lark to serve as chair. On Jan. 17, Dr. Lark submitted an article to run in the upcoming issue of *LP News*. The article provides information about the awards, and requests that LP members submit nominations to the Committee by 5:00 p.m. EDT on April 4.

The names of the previous recipients of the Adams, Paine, Henry, and Jefferson Awards, along with the names of the Hall of Liberty members, are enclosed below in Appendix 1. There is consensus among Committee members that since these awards represent the highest honors presented for service to the Libertarian Party, the LP.org website should feature a page that lists these names, along with photographs and brief biographies.

Mr. Knedler indicated that he would like to see a motion/request at the next LNC meeting concerning this matter. His comments concerning this matter are enclosed below in Appendix 2.

## **APPENDIX 1: Libertarian Party national award recipients and Hall of Liberty members**

### 1996:

Samuel Adams Award: Don Ernsberger  
Thomas Paine Award: Jacob Hornberger  
Thomas Jefferson Award: David Nolan

### 1998:

Samuel Adams Award: Steve Dasbach  
Thomas Paine Award: Harry Browne  
Thomas Jefferson Award: David Bergland

### 2000:

Samuel Adams Award: Richard Rider  
Thomas Paine Award: Michael Cloud  
Thomas Jefferson Award: Ed Clark

### 2002:

Samuel Adams Award: Bruce Baechler  
Thomas Paine Award: Richard Pearl  
Thomas Jefferson Award: John Perry

### 2004:

Samuel Adams Award: Jim Lark  
Thomas Paine Award: Mary Ruwart  
Thomas Jefferson Award: Ron Crickenberger

### 2006:

Samuel Adams Award: Michael Badnarik  
Thomas Paine Award: John Stossel  
Thomas Jefferson Award: Harry Browne

### 2008:

Samuel Adams Award: Bill Hall  
Thomas Paine Award: Mike Ferguson, Eric Schansberg  
Thomas Jefferson Award: Ruth Bennett, Jim Lark

### 2010:

Samuel Adams Award: Michael Johnston, Kevin Knedler  
Thomas Paine Award: Rex Bell  
Thomas Jefferson Award: Bill Redpath

### 2012:

Patrick Henry Award: Lex Green, Travis Irvine  
Samuel Adams Award: Clyde Garland  
Thomas Paine Award: Jim Lark

Thomas Jefferson Award: Sharon Harris

Hall of Liberty: Ed Clark, John Hospers, Roger MacBride, Tonie Nathan, David Nolan

2014:

Patrick Henry Award: Rupert Boneham, Robert Sarvis

Samuel Adams Award: Hardy Macia

Thomas Paine Award: Sharon Harris

Thomas Jefferson Award: Pat Dixon

Hall of Liberty: Harry Browne, Richard Winger

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Patrick Henry Award:

2012: Lex Green, Travis Irvine

2014: Rupert Boneham, Robert Sarvis

Samuel Adams Award:

1996: Don Ernsberger

1998: Steve Dasbach

2000: Richard Rider

2002: Bruce Baechler

2004: Jim Lark

2006: Michael Badnarik

2008: Bill Hall

2010: Michael Johnston, Kevin Knedler

2012: Clyde Garland

2014: Hardy Macia

Thomas Paine Award:

1996: Jacob Hornberger

1998: Harry Browne

2000: Michael Cloud

2002: Richard Pearl

2004: Mary Ruwart

2006: John Stossel

2008: Mike Ferguson, Eric Schansberg

2010: Rex Bell

2012: Jim Lark

2014: Sharon Harris

Thomas Jefferson Award:

1996: David Nolan

1998: David Bergland

2000: Ed Clark

2002: John Perry

2004: Ron Crickenberger  
2006: Harry Browne  
2008: Ruth Bennett, Jim Lark  
2010: Bill Redpath  
2012: Sharon Harris  
2014: Pat Dixon

Hall of Liberty:

2012: Ed Clark, John Hospers, Roger MacBride, Tonie Nathan, David Nolan  
2014: Harry Browne, Richard Winger

**APPENDIX 2: Comments by Kevin Knedler:**

As a member of the LP Awards committee and a former member of the LNC, I would like to ask for a motion/request to be placed at the next LNC meeting, regarding the LP national awards. The Hall of Liberty is the highest award available from the LP. Induction is not meant to be easy and the group honored so far, is small. These are people who went well beyond the call of duty and made a lasting impact on the LP and the libertarian movement. The LNC policy for the awards were approved in May 2012 but there was a plan (my intent) to recognize these recipients—which I did not push for after I left the LNC. I would like to suggest recognition of the Hall of Liberty inductees (with photo, short bio, month and year inducted, etc.) in two forums: One would be a specific tab or page on the lp.org site (“National LP Award Recognition”) and the other would be space dedicated on a wall in the National LP office for the same. There should be a short description of the award in the heading. This gives much deserved recognition, but also will illustrate to the general public our 40+ year fight for freedom.

I would also like to address the other awards given for activism (Patrick Henry, Thomas Jefferson, Samuel Adams, and Thomas Paine). I urge consideration that this also be added to the lp.org web site only. I’m only suggesting we list the inductee name, year of award, with the description of the award. One idea would be to have four columns and then list the winners, in order by year awarded, with the heading of each to include the award description. Keep it simple for the web site.

Thank you for any consideration to this request.

Kevin Knedler  
LP Awards Committee member  
Former member of the LNC 2010-2012  
Former Chair of the Ohio LPO 2007 – 2015

## Convention Oversight Committee

Meeting Dates and Attendance Roster for February 20-21,2016 LNC Meeting

	Capozzi	Hayes	Kirkland	Marsh	Mattson	McCurry	Ryan
11/13/15	Y	Y	Y	Y	Y	Y	Y
12/03/15	Y	Y	Y	N	Y	N	Y
12/17/15	Y	Y	Y	Y	Y	N	Y
01/07/16	Y	Y	Y	Y	Y	Y	Y
01/21/15	Y	Y	Y	Y	Y	Y	Y
02/04/16	Y	N	Y	Y	Y	Y	Y

Committee Chair BetteRose Ryan will be present at the meeting to deliver a report.

# EMPLOYMENT POLICY AND COMPENSATION COMMITTEE REPORT

Submitted to: Libertarian National Committee, Feb. 15, 2016

Submitted by: James W. Lark, III

Region 5 Representative, Libertarian National Committee  
Chair, Employment Policy and Compensation Committee

The members of the Employment Policy and Compensation Committee (EPCC) are Brett Bittner, Joshua Katz, and Jim Lark. The members were appointed to the Committee by Nick Sarwark on Nov. 15, 2014.

1) At this time, the EPCC is preparing various motions concerning issues of staff performance, many of which were raised in the report of the Audit Committee. In particular, the EPCC is preparing motions regarding vacation policy and related issues, “snow days” when local governments declare a state of emergency, leases and capital expenditures, segregation of duties (e.g., separation of accounting and depositing tasks), and contractual provisions concerning moving expenses.

The EPCC will distribute these motions to the LNC as soon as possible. If the motions are distributed in time for careful consideration prior to the upcoming meeting, and if some of the motions clearly enjoy strong support as of the call to order, the EPCC will request consideration of those strongly-supported motions during the meeting.

2) Section 2.03.06 of the LNC Policy Manual reads as follows:

## ***Fixed Assets***

*Staff shall maintain a listing of fixed assets and update it monthly to record any additions or disposals. Depreciation shall be recorded monthly on a straight-line basis over the estimated useful lives of the related assets.*

In the review of the LNC’s internal financial controls, the auditor noted in its discussion of “best practices” that the staff has not maintained the listing of fixed assets in the manner required by the Policy Manual.

The EPCC recommends that the LNC consider what action (if any) to take in this matter.

3) In the review of the LNC’s internal financial controls, the auditor noted in its discussion of “significant deficiencies” that as of the end of 2013, the LNC’s FEC Policies and Procedures Manual had not been updated since 2006.

The EPCC recommends that the LNC establish a special committee to prepare an updated version of this manual. In addition, the LNC should develop a process for the regular review and updating of this manual.

4) In the review of the LNC's internal financial controls, the auditor noted in its discussion of "significant deficiencies" that the LNC has not established a document retention/destruction policy, and recommended that such a policy be established.

The EPCC recommends that the LNC establish a special committee to prepare such a policy.

5) Section 2.03.07 of the LNC Policy Manual reads as follows:

***Time Sheets and Expense Allocation***

*Each employee shall submit a timesheet at least once per pay period to reflect the number of hours worked, allocating such time to corresponding categories specified in the annual budget. Time sheets shall be reviewed and approved prior to employee time being entered in the payroll system. Payroll costs for each employee shall be allocated to expense categories in proportion with approved time. Separate general ledger accounts shall be used for allocated payroll costs.*

*Where appropriate, an expense shall be allocated to one category. Expenses that benefit more than one category or that are general administrative in nature shall be allocated to a general administrative account in the general ledger. Those expenses shall then be allocated on a monthly basis to expense categories in proportion to the allocation of payroll costs. Separate general ledger accounts shall be used for allocated general administrative costs.*

*Monthly financial statements shall separately report allocations of payroll and overhead to corresponding categories.*

In the review of the LNC's internal financial controls, the auditor noted in its discussion of "best practices" that employee timesheets do not reflect the actual time spent in each functional area. In addition, the auditor noted that there was no evidence of review and approval of timesheets. The auditor recommended that in order to allocate more accurately the time charged to projects, employees should complete timesheets that reflect actual hours worked on the various programs and/or supporting services functions.

After receiving the auditor's statements and the report of the Audit Committee, questions have been raised by staff concerning the particulars of how the timesheets should be completed. Mr. Benedict requested that the EPCC conduct research concerning how other organizations handled timesheets and functional allocation of expenses.

After consideration of this matter, the EPCC recommends that the LNC evaluate its requirements for such information from staff, and that it provide clear guidelines to the staff concerning the reporting of such information.

## LIBERTARIAN PARTY BALLOT ACCESS COMMITTEE REPORT

Libertarian National Committee meeting

Phoenix, Arizona

February 20-21, 2016

Dear Colleagues:

The following memo addresses petitioning opportunities for the LNC in 2016.

I want to thank Richard Winger and Bob Johnston, LP of Maryland Chair and an Independent Contractor to the LNC, for their assistance in updating this report.

I will have an oral update at the LNC meeting in Phoenix, if I have any additional data.

We currently have ballot access for our 2016 Presidential ticket in the following 31 states: AK, AR, AZ, CA, CO, DE, FL, GA, HI, ID, IN, KS, LA, MD, MI, MS, MO, MT, NE, NV, NM, NC, ND, OR, SC, TX, UT, VT, WV, WI & WY.

I will now address the other 19 states and DC:

AL: The LP can start a party petition anytime (39,975 valid sigs), but I presume that we will do an Independent petition for 5,000 valid sigs in 2016 after the Presidential nomination. I budget \$15,000.

CT: The Executive Committee approved a \$25,000 encumbrance for CT on 2/1/2016. The petition drive will start ASAP, likely by the time of this LNC meeting. 7,500 valid sigs in 2016 for President. In the LPCT lawsuit, we got injunctive relief from US District Court to be able to use out-of-state petitioners.

DC: I estimate a 4,600 valid sig petition drive for President in 2016. I budget \$15,000 from the LNC.

IL: 25,000 valid sig petition drive for President & US Senate in 2016. Attached is the LPIL petition drive plan, in which the LPIL is requesting \$50,000 from the LNC. This less than the \$66,500 spent by the LNC in 2014.

I have committed to personal responsibility for 500 gross sigs for this petition drive. I am planning to be in Illinois from Tue, March 29 (the first day of the 90 day petition drive) to Sat, April 2 to gather volunteer signatures.

IA: 1,500 valid sig petition drive for President. This required subsidization in 2012 from the LNC. Hopefully not in 2016, and LPIA Chair Keith Laube knows that and is working to prevent that.

KY: One of only two states that depends only on the vote for President to remain on the ballot (KY 5%, WA 1%). The LPKY has filed a lawsuit that argues that because the



LPKY has almost 5,000 voter registrations, it should not have to do a 5,000 valid sig petition drive to qualify for the ballot. Injunctive relief has been requested and there may be a ruling on that by March. Nonetheless, we should plan for a possible 5,000 valid sig petition drive, starting Memorial Day 2016. I budget \$15,000 in 2016.

ME: The LPME is suing several state officials and the Secretary of State's office because they ruled that the LPME did not gather the requisite 5,000 voter registrations needed by December 1, 2015, to get party status in Maine. The LPME disagrees. We think we have a strong case to prevail in court.

But, to stay on the ballot after the 2016 election, the LPME needs to have 10,000 registered voters by November 8, 2016, who also vote in the 2016 General Election, to maintain party ballot status after the 2016 General Election.

If we get party recognition, then the LP will be listed on the voter registration forms. When the Green Party got their name on the voter registration form, their registration shot up six-fold! In other words, once our name is listed on the form, we will get the 10,000 without doing any work at all.

Green Party registration in Maine in November 2000 was 2,152 (which was just after they were recognized as a party but before their name had been put on the voter registration form). By November 2002 it was 13,272. Now it's 40,005. Pretty impressive for a small population state.

If the litigation fails, and the LPME does not qualify as a political party through the registration process, we would need to do a 4,000 valid sig petition drive starting Memorial Day, with an August 1 deadline.

MA: We will need to do a 10,000 valid sig petition drive for President after Memorial Day 2016. Deadline: August 1, 2016. Budget: \$25,000. I am working with Christina Crawford of the LPMA, who is working diligently to maximize the number of volunteer signatures and financial donations from LPMA members.

Please note that if we had party status in MA, we would not have to petition at all to get our Presidential ticket on the ballot there.

MN: A 2,000 valid sig petition drive for President after the Memorial Day 2016 weekend convention. I will plan on this being done by the LPMN.

NH: 1,500 valid sigs in each of two congressional districts (3,000 valid sigs total). I think this is going to need LNC subsidization for a drive starting Memorial Day 2016. I budget \$15,000 in 2016.

NJ: 800 valid sigs after Memorial Day 2016. Although the LNC needed to subsidize in 2012, I would hope they could do this on their own in 2016.

NY: We will need 15,000 valid sigs from early July to mid-August for our Presidential ticket in 2016. I have budgeted \$30,000 from the LNC.

However, there is a bill that would move the deadline forward to June 7 that has passed the NY Assembly (House). It would be the second earliest petitioning deadline (Texas) and would be likely be held unconstitutional. The LPNY has denounced that legislation. The NY Senate has a bill that would set the deadline at July 26. We would have the ability to substitute candidates with the earlier deadlines.

OH: The LPOH is still in court regarding Ohio's ballot access laws. There are lawsuits in both federal and state courts as the LPOH attempts to regain ballot status in OH.

The LPOH is starting a party petition that is due in July 2016. I have told the LPOH that I will assume responsibility for 750 gross sigs, that either I gather or give money for, if I think there is a credible plan for getting a party petition done. The problem is that I do not think that the LPOH has a credible plan for completing the party petition, which requires 30,560 valid signatures by July 5, 2016. Currently, the LPOH has about 2,000 gross sigs, with about \$2,000 in the bank for this petition drive. While various people have pledged to gather about 40,000 gross sigs by July 5, I think these pledges are not credible.

I have asked the LPOH to start an Independent petition drive, as we have slotted \$10,000 in 2016 to assist the LPOH. But, that money would go to waste with a party petition, as much as I would like to see a party petition happen, without a realistic plan. Ohio permits substitution on an Independent petition, so an Independent petition can be started now.

OK: The LPOK has at least 40,593 gross sigs, and probably 1,000 to 2,000 more. 24,712 valid sigs are needed with a Tue, March 1 deadline.

On Mon, Feb 22, our only sig turn-in is scheduled to occur. LNC Chairman Nick Sarwark and Executive Director Wes Benedict will travel from Phoenix to Oklahoma City after the LNC meeting to be present for the turn-in.

PA: We are looking at a 21,775 valid sig petition drive in PA starting in February 2016. We are probably looking at an expenditure of \$70,000. The petition drive will start on Sat, March 19, which is the date of the LPPA convention, at which they will nominate several candidates for public office this year.

There may be a conference call on the evening of Tue, Feb 16 with several members of the LPPA to put a petitioning plan together to bring to the Executive Committee.

I have committed to personal responsibility for 500 gross sigs on this petition drive (I will collect sigs or donate money to the LPPA for 500 gross sigs). Roy Minet of the LPPA has agreed to match my commitment, and I am attempting to recruit others in the LPPA to match our commitments to reduce the LNC funds needed for this petition drive.

There is a ballot access bill (SB 495) in a PA Senate Committee that would base party ballot access on the number of party voter registrations. The LPPA would qualify for the ballot based on the criteria in this bill. The bill's chief sponsor, Sen. Mike Fulmer, is Chair of that committee.

RI: A 1,000 valid sig petition drive. I don't think the LPRI can do this themselves. We are probably looking at an LNC expenditure of \$2,500.

SD: A party petition for 6,936 valid sigs would get us two elections (2016 & 2018), with a possibility of retaining ballot status if we get 2.5% for Governor in 2018.

Currently, the LP National office possesses 3,733 gross sigs possessed by Wes, with 151 more on the way, equals 3,884 gross sigs. Probably about 200 more gross sigs exist.

Our first petitioning contractor, Charles Tuttle, has informed us that he cannot complete the petition drive. He did not get paid for more than he collected. He collected about one-third of what he was supposed to collect and got paid about one-third of what he was supposed to be paid.

We are currently working with Lori Stacey of the SD Constitution Party, who knows several people in SD willing to petition. We are closely monitoring the situation, and we may have to have other petitioners go to SD to wrap this up.

The deadline is Tuesday, March 29, although there may be a court ruling very soon that that deadline is unconstitutionally early, so that deadline may get pushed back.

We get multiple petition turn-in opportunities, and the first batch of sigs is about to be submitted to the SD Secretary of State for validation.

TN: 275 valid sig petition drive for President in 2016. The LPTN should handle this itself. The LPTN needs to work to get this done well ahead of the deadline in 2016, and not let it go to a last day fire drill, as in 2012.

The US Sixth Circuit Court of Appeals recently agreed with the US District Court that the TN law on how a party stays on the ballot is unconstitutional. The LPTN has a lawsuit pending in TN, and it seems likely (in Richard Winger's opinion) that it will win. The LPTN might then get on as a party in TN with no petition, something the Green Party and the Constitution Party have done in both 2012 and 2014.

Lawsuit Update from Richard Winger: "The judge has put the lawsuit on hold to see if the legislature does anything helpful. The bill would only reduce the party petition from 2.5% of the last gub vote to 1.5% of the last gub vote, but it also would let candidates who use the independent procedure have a partisan label ("Libertarian"). So we would still need to do the 275-signature petition but we would at least have the Libertarian label on the ballot. Of course if the bill doesn't pass, then it goes into court again."

VA: 5,000 valid sig petition drive for President in 2016 should have started on January 2 and ends at Noon on Friday, August 26. The LPVA should handle this itself, but it has been slowed down due a problem not of its own making. The LPVA needs to list its 13 electors on the presidential petition, with at least one elector from each congressional district. There is ongoing litigation over the majority minority 3<sup>rd</sup> Congressional District that affects the boundaries of that and four other congressional districts. The LPVA is in the process of getting the drive going and hopes to do so no later than Tue, Mar 1, which is presidential primary day in VA, with great petitioning potential that day. The LPVA is going to commence litigation against the Commonwealth of Virginia to gain the right to substitute electors, which we can legally do for any other office in Virginia.

WA: 1,000 valid sig petition drive for President in 2016. The LPWA should handle this itself.

Total: Sum of 2016 petition drive expenditures: \$272,500. LNC 2016 budget has \$272,500 for ballot access expense.

The other committee members are Richard Winger, Paul Frankel, Ed Marsh, Gary Johnson & me. The Ballot Access Committee will be on a call regarding the LPPA petition drive on Wed, Feb 17.

Bill Redpath  
Chair  
Ballot Access Committee

### 2.03.15 Treasurer's Reports

No later than 45 days after each calendar quarter, the Treasurer shall prepare a quarterly Treasurer's Report to be mailed to any sustaining member who either was a delegate at the most recent regular convention or requests such report.

No later than the end of each calendar month, the Treasurer shall prepare a monthly Treasurer's Report to the LNC reflecting the Party's financial position and the results of its operations through the previous calendar month. [The monthly Treasurer's Report shall include a listing of the year-to-date expenditures of the Chair's discretionary funds.](#)