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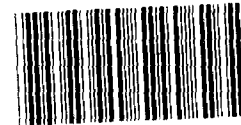
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BY THE COMPTROLLER GENERAL  
**Report To The Sergeant At Arms  
United States Senate**

OF THE UNITED STATES

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**Audit Of The Senate Barber Shops  
Revolving Fund For Calendar Year 1980**



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COMPTROLLER GENERAL OF THE UNITED STATES  
WASHINGTON D.C. 20548

B-133046

The Honorable Howard S. Liebengood  
Sergeant at Arms  
United States Senate

Dear Mr. Liebengood:

We have audited the Senate Barber Shops Revolving Fund for calendar year 1980, pursuant to your January 27, 1981, request. Comparative Senate Barber Shops financial statements for calendar 1980 and 1979 are presented as schedules 1 through 4. Our opinion on these statements appears on page 2.

The Senate operates two barber shops to provide convenient, efficient, and timesaving service to Senators and employees of the Senate.

The Senate Employees Barber Shops Revolving Fund was authorized by the Legislative Branch Appropriation Act, 1977 (Public Law 94-440, approved October 1, 1976).

The Supplemental Appropriations Act, 1977 (Public Law 95-26, approved May 4, 1977), amended the initial legislation to provide for the fund to include all Senate barber shops and renamed it the Senate Barber Shops Revolving Fund. This change was effective April 1, 1977. All moneys received by the Senate barber shops shall be deposited in the revolving fund and are available for disbursement by the Secretary of the Senate for the necessary supplies and expenses of the Senate barber shops.

The law provides that on or before December 31 of each year, the Secretary of the Senate is to withdraw from the revolving fund and deposit in the Treasury as miscellaneous receipts all moneys over \$10,000 in the revolving fund at September 30, the close of the Senate barber shops' fiscal year.

As required, the Secretary transferred \$53,665.11 on October 31, 1980, to the Treasury. The transfer represented the excess moneys in the revolving fund at September 30, 1980.

The barber shops are managed by a chief barber, under the direction of the Sergeant at Arms of the Senate, in accord with rules and regulations prescribed by the Senate Committee on Rules and Administration.

During 1980, the shops were staffed by a chief barber, an assistant chief barber, five barbers, and two attendants.

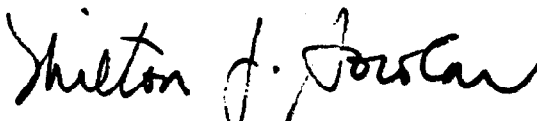
The financial statements do not include the costs of salaries, benefits, or services such as space, utilities, and ordinary building repairs and maintenance, which are paid from appropriated funds and not charged to the revolving fund.

AUDITOR'S OPINION

We have examined the balance sheet of the Senate Barber Shops Revolving Fund as of December 31, 1980 and 1979, and the related statements of income and expense, changes in financial position, and capital and retained income analysis for the years then ended which are maintained on a cash basis. Our examination was made in accordance with generally accepted government auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the financial position of the Senate Barber Shops Revolving Fund as of December 31, 1980 and 1979, and the results of its operations and changes in financial position for the years then ended, in conformity with the financial accounting policies described in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Sincerely yours,

A handwritten signature in dark ink, appearing to read "Shilton J. Jordan". The signature is fluid and cursive, with the first name "Shilton" being more prominent.

Acting Comptroller General  
of the United States

UNITED STATES SENATE  
BARBER SHOPS REVOLVING FUND  
COMPARATIVE BALANCE SHEET  
DECEMBER 31, 1980 AND 1979 (note 1)

<u>ASSETS</u>	<u>1980</u>	<u>1979</u>
CURRENT ASSETS:		
Cash	\$23,404.31	\$23,192.14
Advance from Senate Disbursing Office	<u>125.00</u>	<u>125.00</u>
TOTAL ASSETS	<u>\$23,529.31</u>	<u>\$23,317.14</u>

LIABILITIES, CAPITAL, AND RETAINED INCOME

LIABILITIES:				
Amount due Senate Disbursing Office		\$ 125.00		\$ 125.00
CAPITAL AND RETAINED INCOME:				
Fund capital pursuant to Public Law 95-26	\$10,000.00		\$10,000.00	
Retained income (note 2)	<u>13,404.31</u>	<u>23,404.31</u>	<u>13,192.14</u>	<u>23,192.14</u>
TOTAL LIABILITIES, CAPITAL, AND RETAINED INCOME		<u>\$23,529.31</u>		<u>\$23,317.14</u>

The accompanying notes are an integral part of this statement.

UNITED STATES SENATE  
BARBER SHOPS REVOLVING FUND  
COMPARATIVE STATEMENT OF INCOME AND EXPENSE  
CALENDAR YEARS 1980 AND 1979 (note 1)

	<u>1980</u>	<u>1979</u>
Receipts	\$59,410.18	\$54,107.34
Operating expenses	<u>5,532.90</u>	<u>3,836.26</u>
Net income	<u>\$53,877.28</u>	<u>\$50,271.08</u>

The accompanying notes are an integral part of this statement.

UNITED STATES SENATEBARBER SHOPS REVOLVING FUNDCOMPARATIVE STATEMENT OF CHANGES IN FINANCIAL POSITIONCALENDAR YEARS 1980 AND 1979 (note 1)

	<u>1980</u>	<u>1979</u>
FUNDS PROVIDED:		
Receipts	\$ <u>59,410.18</u>	\$ <u>54,107.34</u>
TOTAL FUNDS PROVIDED	\$ <u>59,410.18</u>	\$ <u>54,107.34</u>
FUNDS APPLIED:		
Operating expenses	\$ 5,532.90	\$ 3,836.26
Amount transferred to		
U.S. Treasury	53,665.11	47,392.46
Increase in working capital	<u>212.17</u>	<u>2,878.62</u>
TOTAL FUNDS APPLIED	\$ <u>59,410.18</u>	\$ <u>54,107.34</u>

ANALYSIS OF CHANGES IN WORKING CAPITAL

CASH	\$ <u>212.17</u>	\$ <u>2,878.62</u>
NET INCREASE IN WORKING CAPITAL	\$ <u>212.17</u>	\$ <u>2,878.62</u>

The accompanying notes are an integral part of this statement.

UNITED STATES SENATE  
BARBER SHOPS REVOLVING FUND  
CAPITAL AND RETAINED INCOME ANALYSIS  
CALENDAR YEARS 1980 AND 1979 (note 1)

	<u>1980</u>	<u>1979</u>
NET INCOME		
Calendar year	\$53,877.28	\$50,271.08
Prior period undistributed income	<u>23,192.14</u>	<u>20,313.52</u>
TOTAL NET INCOME	77,069.42	70,584.60
Transfers to U.S. Treasury	<u>53,665.11</u>	<u>47,392.46</u>
Capital and retained income at December 31	<u>\$23,404.31</u>	<u>\$23,192.14</u>

The accompanying notes are an integral part of this statement.



UNITED STATES SENATE  
BARBER SHOPS REVOLVING FUND  
NOTES TO FINANCIAL STATEMENTS  
CALENDAR YEAR 1980

1. Significant Accounting Policies

The accounting records are maintained on a cash basis.

Operating expenses do not include the costs of salaries, benefits, or services such as space, utilities, and ordinary building repairs and maintenance, which were furnished to the Senate Barber Shops without charge.

2. Retained income represents net income from operations between October 1 and December 31 of each year.





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