

marked for greatness™

2018
ANNUAL
REPORT

2018 Executive Committee

APHA Structure

Members:

Elect Board of Directors.

Board of Directors:

Decide and direct Association policy. Make, amend, repeal and enforce Association rules and regulations.

Executive Committee:

Sets Association policy. Responsible for planning the future direction of the Association, while ensuring its fiscal integrity.

Executive Director:

Responsible for day-to-day operation and guidance of the Association. Implements policies adopted by the Board of Directors and Executive Committee. Carries out decisions made by resolution of the Executive Committee.

Leadership Team:

Responsible for the day-to-day management of departments.



President
Dr. Craig Wood
Owenton, Kentucky



President-Elect
Mike Short
Shiner, Texas



Vice-President
Casey West
Abilene, Kansas



Senior Committee Member
Karen Thomas
Morganton, North Carolina



Fifth Committee Member
Alison Umberger
Broadrun, Virginia



Sixth Committee Member
Melanie Cox-Dayhuff
Knightstown, Indiana



Immediate Past President
Dr. Travis Titlow
Lincoln, CA



Executive Director
Billy Smith
Fort Worth, Texas

The 2018 Executive Committee (L to R): Vice-President Casey West; President-Elect, Mike Short; President Dr. Craig Wood; Senior Committee Member, Karen Thomas; Fifth Committee Member, Alison Umberger; Sixth Committee Member, Melanie Cox-Dayhuff; Immediate Past President, Dr. Travis Titlow.



Membership by Location

United States

LOCATION	TOTAL	LOCATION	TOTAL	LOCATION	TOTAL
AEO	3	Kentucky	337	Oklahoma	1,620
Alaska	33	Louisiana	423	Oregon	1,041
Alabama	332	Massachusetts	155	Pennsylvania	644
APO	2	Maryland	187	Puerto Rico	0
Arkansas	391	Maine	82	Rhode Island	6
Arizona	859	Michigan	989	South Carolina	387
California	2,503	Minnesota	948	South Dakota	319
Colorado	1,337	Missouri	932	Tennessee	523
Connecticut	83	Mississippi	412	Texas	5,326
District of Columbia	1	Montana	605	Utah	529
Delaware	64	North Carolina	676	Virginia	417
Florida	1,150	North Dakota	251	Vermont	60
Georgia	570	Nebraska	515	Washington	1,140
Hawaii	36	New Hampshire	112	Wisconsin	852
Iowa	907	New Jersey	265	West Virginia	96
Idaho	696	New Mexico	326	Wyoming	411
Illinois	1,005	Nevada	385		
Indiana	660	New York	461		
Kansas	753	Ohio	998		
				U.S. Total	33,815

International

LOCATION	TOTAL	LOCATION	TOTAL	LOCATION	TOTAL
Austria	282	Israel	16	Slovakia Republic	73
Argentina	2	Italy	652	Slovenia	30
Australia	106	Japan	18	Switzerland	252
Belgium	247	Luxembourg	32	The Netherlands	275
Bulgaria	4	Mexico	177	United Arab Emirates	1
Brazil	4	Namibia	3	United Kingdom	63
China	8	New Caledonia	10	Uruguay	2
Colombia	13	Norway	41	Venezuela	17
Costa Rica	8	New Zealand	3		
Croatia	14	Poland	53	Foreign Total	5,770
Czech Republic	405	Panama	19		
Denmark	189	Paraguay	1		
Dominican Republic	7	Russia	1		
Finland	58	Serbia	1		
France	719	South Africa	19		
Germany	1,543	Singapore	1		
Hungary	37	Sweden	300		
Ireland	13	Spain	42		

Canada

LOCATION	TOTAL	United States	33,815	MEMBERSHIP	
Alberta	907	International	5,770	Regular 1-year	17,437
British Columbia	368	Canada	2,708	Regular 3-year	10,903
Manitoba	110			Regular 5-year	3,542
New Brunswick	51			Total	31,882
Newfoundland	3				
Nova Scotia	85			Junior Members	1,705
Ontario	519			Junior 3-year	738
Prince Edward Island	4			J-Term Members	1,491
Quebec	329			Total	3,934
Saskatchewan	330				
Yukon	2			Lifetime Members	6,315
Canadian Total	2,708	Grand Total	42,293	Total Members	42,293

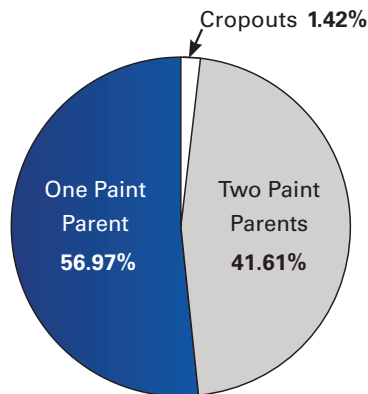
Paint Horse Distribution (Total horses registered in 2018)

Registration and Breeding Statistics

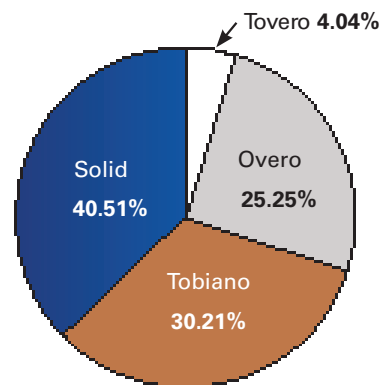
Year	Horses Registered Annually	Horses Transferred Annually	Mares Bred	Stallion Breeding Reports
2018	10,149	13,232	*	*
2017	10,225	14,004	15,687	4,582
2016	10,964	15,734	17,011	5,210
2015	10,813	16,554	17,732	5,565
2014	11,572	17,645	17,962	5,934

** Please note: Because the majority of stallion breeding reports are received by APHA late in the year, complete statistics are not available when the Annual Report is compiled. Totals for 2018 will be available in next year's report. Also note that as late reports are filed, totals for previous years might increase.*

Total horses registered by bloodline



Total horses registered by pattern



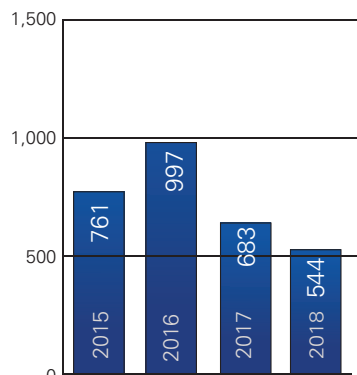
Horse Analysis by Location (Total horses registered in 2018)

United States	Total horses	Type				Sex			Bloodline			
		Overo	Tobiano	Solid	Tovero	Stallions	Mares	Geldings	Cropout	One Paint Parent	Two Paint Parents	
Alabama	60	11	19	28	2	23	28	9	1	36	23	
Alaska	0	0	0	0	0	0	0	0	0	0	0	
Arizona	168	53	45	65	5	67	87	14	3	88	76	
Arkansas	97	17	25	51	4	37	56	4	2	69	26	
California	389	130	76	167	16	136	217	36	8	237	144	
Colorado	221	54	71	93	3	83	120	18	3	143	75	
Connecticut	2	1	0	0	1	0	1	1	0	1	1	
Delaware	7	3	1	3	0	3	4	0	0	4	3	
Florida	190	69	52	67	2	81	90	19	8	115	67	
Georgia	91	27	25	32	7	40	45	6	1	60	30	
Hawaii	4	2	1	1	0	1	2	1	0	3	1	
Idaho	144	28	38	75	3	62	61	21	1	89	54	
Illinois	154	51	34	63	6	58	77	19	3	87	64	
Indiana	101	31	33	33	4	42	49	10	2	58	41	
Iowa	328	111	92	115	10	111	162	55	5	162	161	
Kansas	191	32	61	94	4	78	94	19	2	100	89	
Kentucky	118	35	36	43	4	53	60	5	2	67	49	
Louisiana	93	20	25	46	2	41	46	6	2	64	27	
Maine	7	2	2	3	0	0	7	0	0	7	0	
Maryland	28	12	4	11	1	16	10	2	0	13	15	
Massachusetts	7	2	1	4	0	3	3	1	0	5	2	
Michigan	210	61	59	82	8	72	110	28	8	124	78	
Minnesota	229	58	69	94	8	69	130	30	3	135	91	
Mississippi	70	16	29	24	1	30	31	9	0	42	28	
Missouri	225	77	45	93	10	87	116	21	0	140	84	
Montana	186	37	64	79	6	74	90	22	2	112	72	
Nebraska	131	27	49	50	5	62	65	4	1	64	66	
Nevada	52	14	14	22	2	24	23	5	1	33	18	
New Hampshire	11	6	2	3	0	2	5	4	0	8	3	
New Jersey	22	10	5	5	2	9	13	0	2	12	8	
New Mexico	39	6	13	18	2	14	20	5	0	25	14	
New York	70	18	20	30	2	25	34	11	1	43	26	
North Carolina	104	37	23	43	1	36	53	15	4	61	39	
North Dakota	158	23	69	60	6	72	82	4	1	90	67	
Ohio	165	47	39	79	0	62	84	19	6	99	60	
Oklahoma	435	81	122	226	6	161	225	49	3	268	164	
Oregon	189	58	48	69	14	64	92	33	6	112	71	
Pennsylvania	77	24	13	38	2	19	46	12	2	49	27	
Rhode Island	1	0	0	0	1	0	0	1	0	1	0	
South Carolina	49	15	13	21	0	19	24	6	2	31	16	
South Dakota	235	26	135	64	10	109	117	9	3	86	146	
Tennessee	85	26	25	30	4	30	49	6	3	50	32	
Texas	1067	277	265	489	36	380	591	96	26	672	369	
Utah	118	28	25	64	1	43	62	13	3	88	27	
Vermont	8	3	2	3	0	1	5	2	0	3	5	
Virginia	48	10	17	21	0	17	26	5	1	28	19	
Washington	154	45	51	54	4	48	84	22	0	94	60	
West Virginia	19	4	7	8	0	8	11	0	0	13	6	
Wisconsin	187	62	55	60	10	65	99	23	7	88	92	
Wyoming	119	32	35	49	3	64	49	7	0	85	35	
Total U.S.	6,863	1,819	1,954	2,872	218	2,601	3,555	707	128	4,064	2,671	
International	Alberta	341	85	101	144	11	151	169	21	1	209	131
	Australia	14	8	1	5	0	2	9	3	0	6	8
Austria	83	12	32	32	7	37	41	5	0	53	30	
Belgium	118	48	27	39	4	58	59	1	0	67	51	
British Columbia	91	11	48	29	3	35	50	6	1	57	33	
Bulgaria	1	0	1	0	0	0	1	0	0	0	1	
Colombia	8	0	5	2	1	3	5	0	0	3	5	
Croatia	5	1	2	2	0	3	2	0	0	4	1	
Czech Republic	149	23	77	36	13	71	72	6	0	67	82	
Denmark	15	4	2	6	3	5	8	2	0	6	9	
Finland	4	1	2	1	0	1	3	0	0	1	3	
France	482	121	151	163	47	225	249	8	0	144	338	
Germany	499	95	196	177	31	238	253	8	5	281	213	
Hungary	11	0	5	3	3	8	3	0	0	6	5	
Israel	6	3	1	0	2	4	2	0	0	4	2	
Italy	535	148	147	216	24	232	296	7	0	292	243	
Luxembourg	2	0	1	1	0	0	2	0	0	1	1	
Manitoba	92	17	25	45	5	43	44	5	0	56	36	
Mexico	104	26	16	61	1	46	58	0	0	86	18	
Newfoundland	1	0	0	1	0	1	0	0	0	0	1	
Netherlands	89	18	39	24	8	40	44	5	0	47	42	
New Brunswick	14	3	3	8	0	8	6	0	0	7	7	
Norway	2	0	1	1	0	1	0	1	0	1	1	
Nova Scotia	14	1	9	3	1	7	7	0	0	5	9	
Ontario	103	13	41	44	5	43	54	6	4	46	53	
Panama	2	0	1	1	0	2	0	0	0	1	1	
Paraguay	2	0	0	2	0	0	2	0	0	2	0	
Poland	18	2	8	8	0	10	7	1	0	9	9	
Quebec	126	22	48	52	4	51	66	9	2	69	55	
Saskatchewan	153	43	37	64	9	75	68	10	1	84	68	
Slovak Republic	35	0	18	15	2	18	17	0	0	19	16	
Slovenia	11	4	2	5	0	6	5	0	0	3	8	
South Africa	5	0	4	0	1	3	2	0	0	3	2	
Spain	21	6	10	4	1	10	11	0	0	11	10	
Sweden	50	12	19	17	2	18	27	5	1	26	23	
Switzerland	34	7	9	16	2	12	17	5	1	16	17	
United Kingdom	22	5	12	4	1	4	17	1	0	12	10	
Uruguay	1	0	1	0	0	0	1	0	0	0	1	
Venezuela	4	0	3	1	0	3	1	0	0	3	1	
Yukon	2	0	2	0	0	1	1	0	0	1	1	
Total International	3269	739	1107	1232	191	1475	1679	115	16	1708	1545	
Grand Total	10,132	2,558	3061	4104	409	4076	5234	822	144	5772	4216	

Program Participation

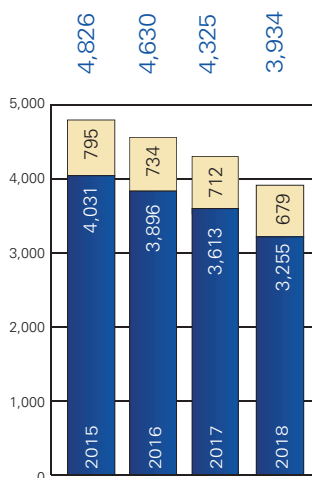
Paint Alternative Competition (PAC)

(Ride America is included in PAC)



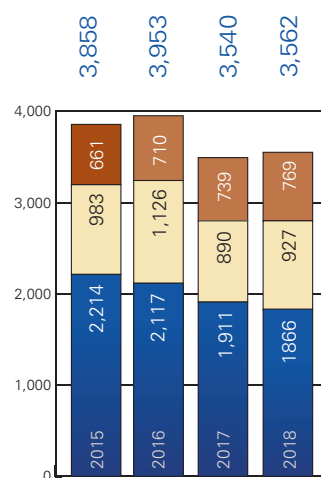
Youth

Novice Youth
Youth



Amateur

Amateur Walk Trot
Amateur
Novice Amateur



World Show Participation

CHAMPIONSHIP SHOW HISTORY

AjPHA Youth World Championship Show

Year	Date	Location	Entries	Judges	Horses	States/Countries represented
2018	Jun 25-July 8	Fort Worth, TX	6,325	5	417	39
2017	Jun 26-Jul 9	Fort Worth, TX	6,480	5	420	37
2016	Jun 27-Jul 9	Fort Worth, TX	6,707	5	391	32
2015	Jun 26-Jul 4	Fort Worth, TX	5,745	5	290	33
2014	Jun 27-Jul 5	Fort Worth, TX	6,105	5	357	37
2013	Jun 28-Jul 6	Fort Worth, TX	5,900	5	286	42

APHA Open & Amateur World Championship Show

2018	Sept 17-30	Fort Worth, TX	16,131	5	1,121	48
2017	Sept 20-Oct 1	Fort Worth, TX	10,438	5	1,107	47
2016	Nov 2-13	Fort Worth, TX	13,827	5	995	45
2015	Nov 4-14	Fort Worth, TX	12,930	5	993	46
2014	Nov 5-15	Fort Worth, TX	11,830	5	980	47
2013	Nov 6-16	Fort Worth, TX	11,060	5	935	42

Approved Show Participation

Shows

Month	2017	2018
Jan	32	23
Feb	46	30
Mar	76	83
Apr	137	121
May	178	162
Jun	93	101
Jul	182	155
Aug	144	145
Sept	114	97
Oct	91	108
Nov	50	44
Dec	23	23
Total	1,166	1,092

Open

Month	2017	2018
Jan	1,804	2,025
Feb	2,607	2,590
Mar	3,941	5,406
Apr	10,391	8,312
May	15,731	15,073
Jun	4,390	3,668
Jul	11,471	8,759
Aug	13,663	13,734
Sept	7,541	6,125
Oct	4,855	6,252
Nov	3,285	2,744
Dec	2,142	1,966
Total	81,821	76,654

Youth

Month	2017	2018
Jan	1,514	1,726
Feb	1,506	1,472
Mar	3,211	3,588
Apr	7,019	6,420
May	9,660	10,421
Jun	1,916	1,939
Jul	5,478	4,188
Aug	7,532	6,861
Sept	3,425	2,856
Oct	3,465	3,493
Nov	1,631	1,065
Dec	1,116	970
Total	47,473	44,999

Novice Youth

Month	2017	2018
Jan	696	812
Feb	410	674
Mar	1,470	1,638
Apr	3,219	2,676
May	4,743	4,909
Jun	803	694
Jul	2,703	2,013
Aug	3,215	3,325
Sept	1,587	1,068
Oct	1,755	1,839
Nov	788	596
Dec	558	186
Total	21,947	20,430

Amateur

Month	2017	2018
Jan	1,659	1,607
Feb	1,993	1,837
Mar	3,713	4,180
Apr	8,674	6,718
May	12,658	13,150
Jun	3,396	2,750
Jul	8,320	6,578
Aug	10,310	11,367
Sept	5,256	4,725
Oct	3,990	4,939
Nov	402	1,985
Dec	1,490	1,539
Total	61,861	61,365

Novice Amateur

Month	2017	2018
Jan	718	568
Feb	583	630
Mar	1,554	1,708
Apr	3,666	2,883
May	5,498	5,469
Jun	1,844	1,406
Jul	3,658	3,120
Aug	4,578	4,397
Sept	2,176	1,841
Oct	1,835	2,297
Nov	811	790
Dec	560	578
Total	27,481	25,687

Open Solid Paint-Bred

Month	2017	2018
Jan	205	229
Feb	146	119
Mar	286	380
Apr	798	778
May	1,518	1,265
Jun	485	569
Jul	1,061	902
Aug	1,520	1,305
Sept	809	894
Oct	521	1,106
Nov	126	142
Dec	136	130
Total	7,611	7,819

Amateur Solid Paint-Bred

Month	2017	2018
Jan	20	45
Feb	20	22
Mar	110	214
Apr	607	580
May	1,333	1,021
Jun	398	403
Jul	986	780
Aug	1,063	1,085
Sept	690	671
Oct	570	1,065
Nov	44	68
Dec	83	58
Total	5,924	6,012

Youth Solid Paint-Bred

Month	2017	2018
Jan	4	34
Feb	46	3
Mar	27	74
Apr	171	220
May	576	452
Jun	130	123
Jul	397	239
Aug	361	305
Sept	160	260
Oct	332	315
Nov	36	56
Dec	-	-
Total	2,240	2,081

Amateur Walk-Trot

Month	2017	2018
Jan	678	614
Feb	614	732
Mar	1,347	2,322
Apr	2,927	2,668
May	4,575	4,887
Jun	1,165	877
Jul	3,467	2,467
Aug	3,202	3,668
Sept	2,248	1,623
Oct	1,846	2,641
Nov	1,134	1,207
Dec	508	738
Total	23,711	24,444

TOTAL ENTRIES

Month	2017	2018
Jan	7,298	7,660
Feb	7,925	8,079
Mar	15,659	19,510
Apr	37,472	31,255
May	56,292	56,643
Jun	14,527	12,364
Jul	37,541	29,029
Aug	45,444	46,032
Sept	23,892	20,004
Oct	19,169	23,910
Nov	8,257	8,575
Dec	6,593	3,399
Total	280,069	266,460

TOTAL HORSES

Month	2017	2018
Jan	536	535
Feb	354	303
Mar	603	632
Apr	1,088	983
May	849	841
Jun	423	387
Jul	497	383
Aug	379	434
Sept	286	242
Oct	184	268
Nov	104	94
Dec	57	28
Total	5,360	5,130

2018 Top 20 Shows (by entries per judge)

Rank	Show	Location	Date	Entries	Horses	2016 Rank	# of Judges	Adjoining Show
1	Zone 12 European Championships sponsored by Zone 12 Coordinating Committee	Kreuth, Germany	Aug 29-Sept 4	1403	269	1	5 Zone total	
2	Worldwide Paint Horse Congress sponsored by Kansas PHA	Tulsa, OK	August 1-5	1371	267	2	4 POR with adjoining 4 POR after	Worldwide Paint Horse Congress sponsored by Kansas PHA (1214/263)
3	Western Regional Zone 2 Show sponsored by Zone 2 Coordinating Committee	South Jordan, UT	May 24-27	1024	212	3	6 Zone with adjoining 4 POR after	UPHC POR sponsored by Utah Paint Horse Club (932/205)
4	Texas Wildflower Celebration POR sponsored by Gulf Coast PHC & Texas PHC	Waco, TX	March 16-18	989	213	7	4 POR total	
5	Southwestern Exposition & Livestock Show (Fort Worth Stock Show) co-sponsored by Texas PHC	Fort Worth, TX	Jan 18 - Feb 9	887	218	9	4 POR total	
6	Paint the Future POR sponsored by Texas PHC	Waco, TX	April 13-15	871	203	6	4 POR total	
7	IPHA Spring Fling POR sponsored by Illinois PHA	Gifford, IL	April 21-22	834	168	10	4 POR total	
8	Indiana/Illinois Paint Partners POR sponsored by Indiana PHC & Illinois PHA	Gifford, IL	Sept 1-2	821	152	11	4 POR total	
9	Zone 1 Show sponsored by Zone 1 Coordinating Committee	Nampa, ID	August 15-19	818	163	4	6 Zone with adjoining 4 POR after	INPHC POR sponsored by Inland Northwest Paint Horse Club (695/153)
10	Texas Memorial Day Classic Zone 4 sponsored by Zone 4 Coordinating Committee	Waco, TX	May 25-28	814	198	5	6 Zone total	
11	Arizona Copper Country POR sponsored by Arizona PHC	Scottsdale, AZ	Dec 29-31	744	162	12	4 POR & adjoining 4 POR after in 2019	Arizona Copper Country POR Jan 2019 sponsored by Arizona PHC
12	IPHA Fall Shootout & Futurity Show sponsored by Illinois PHA	Gifford, IL	October 6-7	733	163	18	4 POR total	
13	Zone 5 Show sponsored by Zone 5 Coordinating Committee	Cedar Rapids, IA	April 28-29	711	144	16	4 Zone total	
14	Memorial Day Show sponsored by Iowa PHC	Cedar Rapids, IA	May 26-28	680	154	unranked	4 POR total with adjoining 4 Yth/Am POR	Youth/Amateur POR sponsored by Iowa PHC (522/131)
15	Fall Color Classic sponsored by Northern Michigan & Michigan PHC	Lansing, MI	Oct 26-28	678	125	13	4 POR with adjoining 4 Yth/Am POR	Fall Color Classic Youth/Amateur POR sponsored by Northern Michigan & Michigan PHC (450/97)
16	Houston Livestock Show & Rodeo	Houston, TX	February 27-March 17	674	134	unranked	3 POR total	
17	Arizona Copper Country POR sponsored by Arizona PHC	Scottsdale, AZ	January 1-3	663	145	19	4 POR & adjoining 4 POR before in 2017	Arizona Copper Country POR Dec 2017 sponsored by Arizona PHC (708/140)
18	German Paint Horse Championships sponsored by Paint Horse Club Germany	Salzhausen, Germany	July 12-15	662	126	14	4 POR total	
19	Illinois/Missouri Partners Show sponsored by Missouri PHC & IL PHA	Lake St. Louis, MO	May 5-6	625	95	unranked	4 POR total	
20	Buckeye Extravaganza & Premier Paint Sires sponsored by Ohio PHC	Springfield, OH	May 4-6	567	130	unranked	4 POR total with adjoining Yth/Am 2-Judge	Youth/Amateur 2-Judge Show sponsored by Ohio PHC (376/86)

Incentive Programs

BREEDERS' TRUST

Top 10 stallions by foal earnings

Stallion	Total Number Of Foals	Total Earnings	Average Earnings Per foal	Total Points	Average Points Per Foal
Zippos Sensation	105	\$43,811.58	\$417.25	5,492	52
All Time Fancy	123	\$32,733.90	\$266.12	4,106	33
CR Good Machine	36	\$15,965.61	\$433.48	2,002	55
Special Invitation	53	\$12,968.11	\$244.68	1,625	30
Alotta Charisma	6	\$10,119.23	\$1,686.53	1,268	211
Fleet Machine	24	\$9,169.50	\$382.06	1,149	47
A Scenic Impulse	31	\$9,120.75	\$294.21	1,152	37
Hes So That	14	\$9,097.70	\$649.83	1,140	81
The Big Sensation	31	\$8,618.82	\$278.02	1,080	34
One Hot Krymsun	18	\$7,693.12	\$427.39	964	53

Top 10 earnings by foal

Nominated Foal/Sire	Earnings	Points Total Open/Amateur	Distribution	Owner/Nominator/Subscriber
Bar Rescue/ RH Stars And Bars	\$6,998.88	877 502 375	\$4,899.21 699.88 1,399.77	Fred or Vanessa Cole Fred or Vanessa Cole Fred or Vanessa Cole
Ima Cajon Hot Krymsun/ Scenic Rio Krymsun	\$6,559.95	822 250 572	\$4,591.96 655.99 1,311.99	Gina Pozzi Jason Stender Lloyd Johannningmeier & Janet Skola
Shes Alotta Splash/ Alotta Charisma	\$5,833.73	731 179 551	\$4,083.61 583.37 1,166.74	Robert or Patricia Ross Gregg Reisinger Gregg Reisinger
CR Love Like Crazy/ CR Good Machine	\$5,793.83	726 49 677	\$4,055.68 579.38 1,158.76	Lana Markway Travis Mullendore Yarnelle Farms
PS Y Not Be Good/ BS Good Bars Kat	\$4,915.97	616 154 462	\$3,441.17 491.59 983.19	Scott Boe Peter Allen Schouweiler Peter Allen Schouweiler
Alot To Offer/ Alotta Charisma	\$3,894.47	488 82 406	\$2,726.12 389.44 778.89	Kelli & Alison Foster Gregg Reisinger Gregg Reisinger
Above It All/ All Time Fancy	\$3,870.53	485 304 181	\$2,709.37 387.05 774.10	Katie L McGinnis G Wes and/or Judy Coffel Peggy Knaus
Coin Machine/ Fleet Machine	\$3,798.71	476 32 444	\$2,659.37 379.87 759.74	Theresa C Weiser Janis Kengis MD Janis Kengis MD
Intriguing Clue/ Kid Coolsified	\$3,615.15	453 224 229	\$2,530.60 361.51 723.03	Fred or Vanessa Cole Andrea & Eric Olsen Kelli Jensen
Now That's Grace/ Hes So That	\$3,471.51	435 223 212	\$2,430.05 347.15 694.30	Susan & Phillip Drawdy Susan & Phillip Drawdy Susan & Phillip Drawdy

Top 10 gross earnings

Payee	Earnings
Fred or Vanessa Cole	\$12,446.21
Simons Show Horses LLC	\$7,948.78
Susan & Philip Drawdy	\$7,829.47
Yarnelle Farms	\$7,175.39
Robert or Patricia Ross	\$6,033.23
Peggy Knaus	\$5,090.28
Gianna Pozzi	\$4,614.30
Lana Markway	\$4,133.88
Leonard Farms	\$3,999.77
Gregg Reisinger	\$3,686.79

APHA Breeders' Futurity

Platinum Division:

40 paid entries competed for \$118,689.87 in purse money

Gold Division:

149 paid entries competed for \$104,377.41 in purse money

Platinum & Gold Leading Sire of Money Earning Foals:

Hes Stylin, owned by the Hes Stylin Syndicate LLC

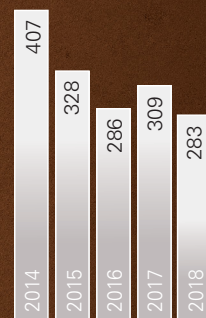
Total for all divisions:

189 entries competed for \$223,067.28 in purse money

Breeders' Trust Annual Payouts



Stallions Subscribed to Breeders' Trust



Breeders' Trust Pleasure Stakes

\$35,085	2-Year-Old WP Stakes
\$30,665	2-Year-Old HUS Stakes
\$9,500	3-&-4-Year-Old Non-Pro WP
\$3,110	3-&-4-Year-Old Non-Pro HUS
\$78,360	TOTAL PAYOUTS

RAM Paint Barrel Racing Incentive Program

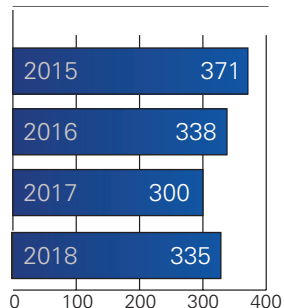
	2015	2016	2017	2018
PBRIP Events	73	124	144	110
PBRIP Enrollments	508	567	554	503
PBRIP Money Paid Out	\$52,807	\$62,000	\$54,000	\$49,495

PBRIP Participating States

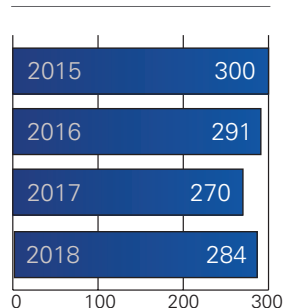
Arkansas	Iowa	Minnesota	Oklahoma	Wisconsin
Colorado	Kansas	Mississippi	Ohio	
Illinois	Kentucky	Missouri	Pennsylvania	
Indiana	Louisiana	Nebraska	Texas	

Paint Racing

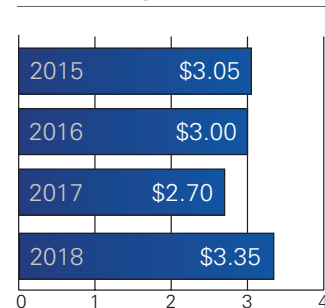
Number of Starters



Number of Races



Purse Money in Millions



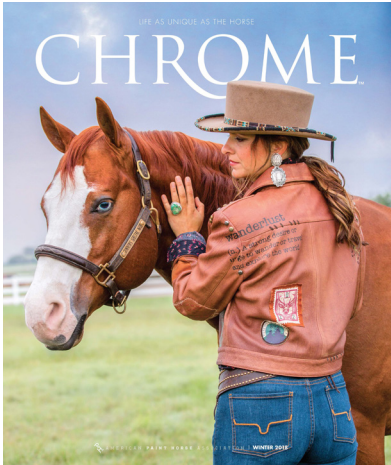
Lifetime Leading Sires by Money Earned

	Horse Name	Money Earned		Horse Name	Money Earned
1.	Royal Quick Flash	\$6,827,901	6.	Easy Jet Too	\$1,591,503
2.	Judys Lineage	\$5,679,176	7.	Dos Poruno	\$1,449,904
3.	Country Quick Dash	\$3,955,308	8.	Treasured Too	\$1,399,379
4.	Texas Hero	\$3,375,442	9.	PYC Paint Your Wagon AQHA	\$1,227,021
5.	Awesome Chrome	\$1,962,220	10.	Treasured	\$1,214,593

2018 Top 10 Races by Purse Money

Race	Grade	Track	City, State	Purse
1. <i>Speedhorse</i> Graham Paint & Appaloosa Futurity	G1	Remington Park	Oklahoma City, OK	\$254,300
2. Oklahoma Paint Futurity	G1	Remington Park	Oklahoma City, OK	\$180,100
3. American Paint Classic Futurity	RG1	Remington Park	Oklahoma City, OK	\$152,820
4. <i>Speedhorse</i> Futurity	G1	Fair Meadows	Tulsa, OK	\$98,200
5. Pot O' Gold Futurity	RG1	Will Rogers Downs	Claremore, OK	\$81,600
6. <i>Speedhorse</i> Graham Paint & Appaloosa Derby	G1	Remington Park	Oklahoma City, OK	\$68,500
7. Lone Star <i>Speedhorse</i> Futurity	G1	Lone Star Park	Grand Prairie, TX	\$57,725
8. PSBA Derby	RG1	Remington Park	Oklahoma City, OK	\$51,500
9. National Cowboy & Western Heritage Stakes	G1	Remington Park	Oklahoma City, OK	\$38,300
10. Mr Lewie Memorial Handicap	G1	Remington Park	Oklahoma City, OK	\$32,500

Publications & Social Media



Chrome

- Apex Award of Excellence
- Writing - Interviews & Personal Profile
- American Horse Publications Media Awards
- 6 total awards (including 2 first place)
- Livestock Publications Council Media Awards
- "Best Association Magazine" (4th year)

Total Circulation: 31,651



Paint Horse Journal

- Apex Award of Excellence
- Magazines, Journals & Tabloids, Print +32 pages
- American Horse Publications Media Awards
- 7 total awards (including 2 first place)

Total Circulation: 5,259

Social Media



More than 289,000 followers on Facebook



More than 35,000 followers on Instagram

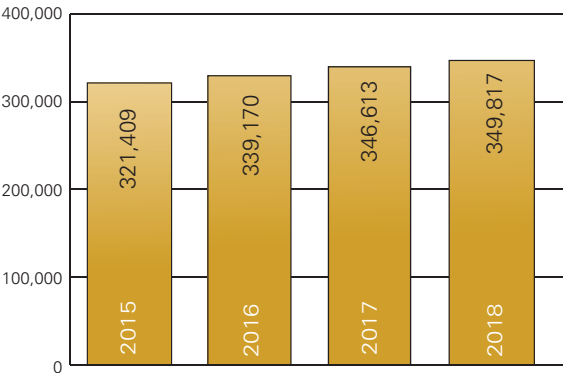


More than 22,690 followers on Twitter



2,300 YouTube subscribers

Total Social Media Contacts



Independent Auditor's Report

**To the Board of Directors
American Paint Horse Association
Fort Worth, Texas**

We have audited the accompanying financial statements of American Paint Horse Association (a non-profit Texas corporation), which comprise the statements of assets, liabilities, and net assets-modified cash basis as of December 31, 2018 and 2017, and the related statements of revenues, expenses, and changes in net assets-modified cash basis, functional expenses-modified cash basis, and statements of cash flows-modified cash basis 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 the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 audit 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.

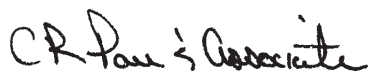
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of the American Paint Horse Association as of December 31, 2018 and 2017, and its revenue, expenses and changes in net assets for the years then ended, on the modified cash basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. As described in Note 1, the Association prepares its financial statements on the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles. Our opinion is not modified with respect to this matter.



C. R. Parr & Associates, P.C.

Hurst, Texas

May 18, 2019

Financial Statements

Statements of Assets, Liabilities, and Net Assets - Modified Cash Basis December 31, 2018 and 2017

Assets	2018	2017
Cash	\$ 423,687	\$ 522,607
Cash, with restrictions	904,355	517,937
Investments, at market value	14,389,353	10,752,674
Accounts receivable (less allowance for doubtful accounts of \$1,100 and \$1,700 respectively)	477,408	506,610
Accrued interest receivable, restricted	3,343	1,354
Inventory	53,134	84,144
Prepaid expenses	72,872	46,525
Total Current Assets	\$ 16,324,152	\$ 12,431,851
Fixed Assets		
Land and Building	\$ -	\$ 6,285,908
Furniture and equipment	1,147,812	1,389,919
Collectibles	108,980	108,980
	\$ 1,256,792	\$ 7,784,807
Less: accumulated depreciation	(803,232)	(3,597,616)
Total Fixed Assets	\$ 453,560	\$ 4,187,191
Other Assets		
Investments, at market value, with restrictions	\$ 400,000	\$ 900,000
Total Other Assets	400,000	900,000
Total Assets	17,177,712	17,519,042
Liabilities and Net Assets		
Current Liabilities		
Accounts payable - trade	531,263	\$ 638,062
Accrued expenses	\$ 759,634	847,419
Total Current Liabilities	\$ 1,290,897	1,485,481
Long-term Liabilities		
Deferred Revenues	\$ 615,766	688,780
Total Long-term Liabilities	\$ 615,766	688,780
Total Liabilities	\$ 1,906,663	\$ 2,174,261
Net Assets		
Net Assets-with restrictions	\$ 804,890	\$ 892,191
Net Assets-without restrictions	14,466,159	14,452,590
Total Net Assets	\$15,271,049	\$15,344,781
Total Liabilities and Net Assets	\$17,177,712	\$17,519,042

	2018 Without Restrictions	With Restrictions	Total 2018	2017 Without Restrictions	With Restrictions	Total 2017
Revenues & Support						
Membership Services	\$ 1,626,494	\$ -	\$ 1,626,494	\$ 1,790,201	\$ -	\$1,790,201
Registration & Field Services	1,836,461	-	1,626,494	1,923,864	-	1,923,864
Performance Income	328,776	-	1,626,494	369,924	-	369,924
Shows	2,307,210	-	1,626,494	2,163,573	-	2,163,573
Journal	692,643	-	1,626,494	995,579	-	995,579
General Store Income	104,163	-	1,626,494	104,627	-	104,627
Other Program Income	736,771	-	1,626,494	684,580	-	684,580
Breeders' Trust Program Support	-	448,669	488,530	-	459,630	459,630
Total Revenues & Support	\$7,632,518	448,669	\$8,081,187	\$8,032,348	459,630	\$8,491,978
Program Services Expenses						
Membership Services	\$ 452,046	\$ -	\$ 452,046	\$ 565,326	\$ -	\$ 565,326
Registration & Field Services	677,343	-	677,343	641,762	-	641,762
Performance	520,808	-	520,808	452,268	-	452,268
Shows	2,255,772	-	2,255,772	1,965,988	-	1,965,988
Journal	768,356	-	768,356	924,032	-	924,032
General Store	138,840	-	138,840	113,762	-	113,762
Other Programs	586,305	-	586,305	573,059	-	573,059
Supporting Services						
General & Administrative Expenses	2,857,293	-	2,825,691	2,834,609	-	2,834,609
Total Expenses	8,305,114	-	8,225,161	8,070,806	-	8,070,806
Program Changes in Net Assets	(216,255)	448,669	(143,974)	(38,458)	459,630	421,172

Financial Statements

Statements of Assets, Liabilities, and Net Assets - Modified Cash Basis December 31, 2018 and 2017

	2018 Without Restrictions	With Restrictions	Total 2018	2017 Without Restrictions	With Restrictions	Total 2017
Other Income & Expenses						
Marketing initiative	(201,500)	\$ -	\$ (201,500)	\$ (247,000)	\$ -	\$ (247,000)
Investment Return	(666,166)	14,322	(651,844)	1,174,788	10,375	1,185,163
Royalty Income	8,281	-	8,281	6,400	-	6,400
Net assets released from restrictions	-	(550,291)	(550,291)	-	(553,529)	(553,529)
Gain on Sale of Asset	1,465,596	-	1,465,596	-	-	-
Total Other Income & Expenses	606,211	(535,969)	70,242	934,188	(543,154)	391,034
Changes In Net Assets	13,568	(87,300)	(73,732)	895,730	(83,524)	812,206
NET ASSETS, Beginning of Year	14,452,590	\$ 892,191	\$ 15,344,781	\$ 13,556,860	\$ 975,715	\$ 14,532,575
NET ASSETS, End of Year	14,466,158	804,891	\$ 15,271,049	\$ 14,452,590	\$ 892,191	\$ 15,344,781

Statements of Cash Flows—Modified Cash Basis December 31, 2016 and 2015

	2018	2017
Cash Flows From Operating Activities		
Increase (decrease) in net assets	\$ (73,732)	\$ 812,206
Adjustments to reconcile the change in net assets to net cash provided by (used by) operating activities		
Depreciation	307,119	317,157
Unrealized (gain) loss on investments	1,368,427	(79,773)
(Gain) loss on sale of assets	(1,465,596)	-
Investment (income)/loss	(710,542)	(1,101,515)
Investment (income), restricted Breeders' Trust Programs	(14,322)	(10,375)
Receivables (increase) decrease	27,213	(31,160)
Inventory (increase) decrease	31,010	6,806
Prepaid expenses (increase) decrease	(26,347)	4,596
Accounts payable increase (decrease)	(106,799)	212,358
Accrued expenses increase (decrease)	(87,785)	(39,033)
Deferred revenues increase (decrease)	(73,014)	((260,765)
Net Cash (used) by Operating Activity	(824,368)	(169,498)
Cash Flows From Investing Activity		
Proceeds from sale of assets	\$ 4,804,000	-
Proceeds from unrestricted investment	1,212,042	1,101,515
Proceeds from restricted investments	87,300	83,524
Purchases of unrestricted investments	(4,961,399)	(516,714)
Purchase of property and equipment	(30,077)	(354,781)
Net Cash Provided (used)		
By Investing Activities	1,111,866	313,544
Cash, Beginning of Year	\$ 1,040,544	\$ 896,498
Cash, End of Year	\$ 1,328,042	\$ 1,040,544

The accompanying notes are an integral part of these statements

Notes to Financial Statements

Notes to Financial Statements (For the Years Ended December 31, 2018 and 2017)

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES.

Organization and Nature of Activities

The American Paint Horse Association, Inc. (The Association) is a not-for-profit membership organization incorporated under the laws of Texas and exempt from income tax under Section 501(c)(5) of the U.S. Internal Revenue Code. The Association was formed in 1962 to collect, record, and preserve the pedigree of Paint Horses. In addition, the Association is responsible for promoting and disseminating knowledge and information related to the Paint Horse breed.

Basis of Accounting

In 2014, the Association changed to the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. This basis differs from generally accepted accounting principles primarily because the Association has stopped recording deferred revenue for membership dues and subscription fees. In addition, the balance in these deferral accounts expire over time, as shown in Note 12. All other revenue is recognized in the period in which the services are provided.

Basis of Presentation and Revenue Recognition

The Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profits*. The ASU, which made significant changes in Not-for-Profit financial reporting requirements. Financial position and activities are no longer divided according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. These have been replaced with two classes of net assets-net assets with restrictions and net assets without restrictions.

Cash and Cash Equivalents

For purposes of these financial statements, the Association considers cash to be all cash on hand and cash in banks in demand accounts. Cash, with restrictions, is cash deposited specifically for the Breeders' Trust Programs.

Accounts Receivable

Accounts receivable are included in the accompanying statements of financial position at original invoice net of the allowance for doubtful accounts. The allowance for doubtful accounts is based on historical collections. The Association has had minimal losses in prior years. The accounts receivable balance is comprised of amounts owed to the Association for magazine advertising and other miscellaneous receivables. The allowance for doubtful accounts in 2018 and 2017 \$ 1,100 and \$ 1,700, respectively.

Fair Value of Financial Instruments

The carrying value of the Association's financial instruments, not otherwise disclosed herein, is comparable to the fair value due to the short-term nature of these financial instruments.

Functional Expenses

Directly identifiable expenses are charged to program services. Expenses related to more than one function are charged to programs on the basis of periodic time and expense studies. General and administrative expenses include those expenses that are not identifiable with any other specific function, but provide for the overall support and direction of the Association.

Investments

The Association carries investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the statement of financial position. The Association has investments in Structured Investments (See Note 4. INVESTMENTS, UNRESTRICTED) with embedded derivatives, which are financial instruments whose performance is linked to that of an underlying asset or assets. The Structured Investments are bonds with various embedded market indices used to hedge against interest rate fluctuations. The Association's investment policy allows for the use of derivatives for this purpose. Unrealized gains and losses of all investments are included in the change in net assets in the accompanying statement of activities.

Notes to Financial Statements

Notes to Financial Statements (For the Years Ended December 31, 2018 and 2017)

FASB ASU No. 2016-14 requires that investment expenses related to return investing be netted against investment return on the statement of activities and eliminated the requirement to disclose investment expenses so netted. In addition, the ASU eliminates the requirement to disclose investment income separately from net appreciation or depreciation; disclose the composition of investment return (realized and unrealized gains and losses of all investments) if investment return is reported in the statement of activities and separated into operating and nonoperating amounts.

General Store Inventory

The APHA General Store Collection held for resale and promotional inventory is carried at the lower of cost or market determined by first-in, first-out method. Annual merchandise write-downs to market of all items determined to be slow moving or obsolete are reflected on the statements of activities under program services, General store.

Property, Equipment, Depreciation and Collections

Property and equipment is stated at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets, which range from 3-40 years. The Association capitalizes asset improvements and additions in excess of \$500. The Association possesses various prints, original paintings and bronze sculptures purchased and carried at their cost or received as gifts without restrictions and carried at their estimated fair value. These works of art are on display and were not purchased or received for the purpose of re-sale. These items are not depreciated.

(See Note 10, PROPERTY AND EQUIPMENT, Collectibles)

Income Taxes

The Association is exempt from federal income taxes under Section 501(c)(5) of the Internal Revenue Code. Income from certain activities not directly related to the Association's tax-exempt purpose is subject to taxation as unrelated business income. Advertising sales in the Association's magazines can become subject to tax on unrelated business income. There was no income tax expense for 2018 or 2017.

The accounting standards on accounting for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under this guidance, the Association may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities, based on the technical merits of the position. The Association believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-cont.

Advertising Costs

Advertising is recorded as an expense when incurred. For the years ended December 31, 2018 and 2017 advertising expense was \$ 15,309 and \$ 22,236 respectively.

Concentrations of Credit Risk

The Association maintains its cash balances in reputable financial institutions located in Fort Worth, Texas. The Federal Deposit Insurance Corporation (FDIC) secures all depositor accounts up to \$250,000 per depositor. Cash exceeding federally insured limits at December 31, 2018 was \$ 229,892. The Association has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk to cash.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Notes to Financial Statements

Notes to Financial Statements (For the Years Ended December 31, 2018 and 2017)

Other Income & Expenses-Marketing Initiative

These items are non-operating expenses and include a marketing initiative expense, which is an effort to stimulate show attendance by adding prize money.

Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements to comply with FASB ASU 2016-14.

2. CASH AND CASH EQUIVALENTS

Included in cash and cash equivalents are the following items:

	2018	2017
Cash and Cash Equivalents, without restrictions	\$ 423,687	\$ 522,607
Demand deposits and money market accounts, with restrictions	904,355	517,937
Total Cash and Cash Equivalents	\$ 1,328,042	\$ 1,040,544

3. RESTRICTED PROGRAMS

The Association provides added incentives for Paint Horse owners who exhibit their horses. The Breeders Trust pays cash awards for points earned at Association approved events by nominated horses.

The Breeders Trust paid out \$ 370,015 in 2018 and \$ 393,574 in 2017 to nominated members.

Breeders Futurity pays cash awards for placings earned at Association approved events by nominated horses. The Breeders Futurity paid out \$ 63,000 in 2018 and \$ 54,880 in 2017 to nominated members.

The Breeders Trust and the Breeders Futurity (the "Breeders' Trust Programs") are accounted for as restricted programs and as such are reported in the Association's financial statements as net assets-with restrictions due to the nature of the programs. (See Note 6. RESTRICTIONS ON NET ASSETS)

4. INVESTMENTS, WITHOUT RESTRICTIONS

Investments, at market value, without restrictions

The Association has investments in common trust funds, alternative assets, corporate bonds and cash and money market funds. The investments held by the Association on December 31, 2018:

	Total Cost and Carrying Value	Market Value
Cash & Money Market Accounts	\$ 5,103,015	\$ 5,103,015
Common Trust-Equities	5,609,962	4,912,097
Common Trust-Bonds	2,539,031	2,462,630
Common Trust-Real Estate Investment Trust	461,986	385,075
Common Trust-Alternative Assets	1,701,981	1,526,536
Total	\$ 15,415,975	\$ 14,389,353

5. INVESTMENTS, BREEDERS' TRUST PROGRAMS WITH RESTRICTIONS

Investments, at market value, Breeders' Trust Programs with restrictions

The Association has invested money received from the Breeders' Trust Programs in Certificates of Deposit.

Investments held by the Association on behalf of these programs on December 31, 2018:

	Total Cost	Market Value
Certificates of Deposit	\$ 400,000	\$ 400,000

Notes to Financial Statements

Notes to Financial Statements (For the Years Ended December 31, 2018 and 2017)

6. RESTRICTIONS ON NET ASSETS

The Association has designated net assets from Breeders' Trust participants as restricted for the following future specific purpose as of December 31:

	2018	2017
Future payouts to participating members	\$ 804,890	\$ 892,191

7. LIQUIDITY

The Association has \$15,290,448 of financial assets available as of December 31 2018 to meet the cash needs for general expenditures. None of the financial assets are subject to any limitation or contractual restriction that make them unavailable for general expenditures within one year of the balance sheet date. The receivables are subject to implied time restrictions, but are expected to be fully collected within one year.

	2018	2017
Available Financial Assets	\$ 423,687	\$ 522,607
Cash	14,389,353	10,752,674
Investments, market value	477,408	506,610
Accounts receivable	\$ 15,290,448	\$ 11,781,891

8. FAIR VALUE MEASUREMENTS

The revised guidance for fair value measurements defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the assets or liability. The price in the principal (or most advantageous) market used to measure the fair value of the asset or liability shall not be adjusted for transaction costs.

An orderly transaction is a transaction that assumes exposure to the market for a period prior to the measurement date to allow for marketing activities that are usual and customary for transactions involving such assets and liabilities; it is not a forced transaction. Market participants are buyers and sellers in the principal market that are (1) independent, (2) knowledgeable, (3) able to transact and (4) willing to transact.

The guidance for fair value measurements for financial assets and financial liabilities requires the use of valuation techniques that are consistent with the market approach, the income approach and/or the cost approach. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable assets and liabilities. The income approach uses valuation techniques to convert future amounts, such as cash flows or earnings, to a single present amount on a discounted basis. The cost approach is based on the amount that currently would be required to replace the service capacity of an asset (replacement cost). Valuation techniques should be consistently applied. Inputs to valuation techniques refer to the assumptions that market participants would use in pricing the asset or liability. Inputs may be observable, meaning those that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from independent sources, or unobservable, meaning those that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. In that regard, the guidance establishes a fair value hierarchy for valuation inputs that gives the highest priority to quoted prices in active markets for identical assets or liabilities and the lowest priority to unobservable inputs. The fair value hierarchy is as follows:

Level 1 Inputs – Unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date.

Notes to Financial Statements

Notes to Financial Statements (For the Years Ended December 31, 2018 and 2017)

Level 2 Inputs – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. These might include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability (such as interest rates, volatilities, prepayment speeds, credit risks, etc.) or inputs that are derived principally from or corroborated by market data by correlation or other means.

Level 3 Inputs – Unobservable inputs for determining the fair values of assets or liabilities that reflect an entity's own assumptions about the assumptions that market participant would use in pricing the assets or liabilities. A description of the valuation methodologies used for assets measured at fair value, as well as the general classification of these assets pursuant to the valuation hierarchy, is set forth below.

A description of the valuation methodologies used for assets measured at fair value, as well as the general classification of these assets pursuant to the valuation hierarchy, is set forth below.

8. FAIR VALUE MEASUREMENTS-cont.

Fair Value Measurements at Reporting Date Using			
Assets Measured at Fair Value December 31	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)

WITHOUT RESTRICTIONS

December 31, 2018

Cash and money market	\$ 5,103,015	5,103,015	\$ -	\$ -
Common Trust-Equities	4,912,097	4,912,097	-	-
Common Trust-Bonds	2,462,630	2,462,630		
Common Trust-Alternative Assets	1,911,611	1,911,611	-	-
	\$ 14,389,353	\$ 14,389,353	\$ -	\$ -

December 31, 2017

Cash and money market	\$ 420,950	420,950	\$ -	\$ -
Corporate bonds	5,539,251	5,539,251	-	-
Common trust funds	2,515,259	2,515,259		
Alternative assets	2,276,214	2,276,214	-	-
	\$ 10,751,674	\$ 10,751,674	\$ -	\$ -

WITH RESTRICTIONS

December 31, 2018

Certificates of deposit	\$ 400,000	\$ 400,000	\$ -	\$ -
	\$ 400,000	\$ 400,000	\$ -	\$ -

WITH RESTRICTIONS

December 31, 2017

Certificates of deposit	\$ 900,000	\$ 900,000	\$ -	\$ -
	\$ 900,000	\$ 900,000	\$ -	\$ -

Notes to Financial Statements

Notes to Financial Statements (For the Years Ended December 31, 2018 and 2017)

9. ACCOUNTS RECEIVABLE

	2018	2017
Trade	\$ 475,976	\$ 506,843
Employees	-	-
Related party-APH Foundation	2,532	1,467
Less: Allowance for doubtful accounts	1,100	1,700
Total accounts receivable	\$ 477,408	\$ 506,610

10. PROPERTY AND EQUIPMENT

	2018	2017
Land and building	\$ -	\$ 6,285,908
Furniture and equipment	1,147,812	1,389,919
Collectibles	108,980	108,980
	1,256,792	7,784,807
Less accumulated depreciation	803,234	3,597,616
Property and equipment, net	\$ 453,558	\$ 4,187,191
Depreciation expense	\$ 307,119	\$ 317,157

11. ACCRUED EXPENSES

	2018	2017
Breeders' Trust Programs payouts	\$ 469,251	\$ 488,706
Accrued taxes payable	(1,572)	54,711
Payroll	76,595	81,722
Compensated absences & accrued vacation	197,268	208,740
Accrued expenses - Foundation	18,912	13,540
Total Accrued Expenses	\$ 760,454	\$ 847,419

12. DEFERRED REVENUE

In 2014, the Association stopped recording deferred revenue for membership fees and subscription dues. The amount remaining in these deferred revenue accounts is being recognized as revenue on a straight-line basis over time, as follows:

	2018 Revenue Earned	2018 Cash Received	2018 Deferred Revenue Recognized	2018 Deferred Rev. Balance	Date deferred revenue expires
Subscriptions & Memberships					
3 Year	\$ 337,037	\$ 337,037	\$ -	\$ -	Expired
5 Year	181,554	125,205	56,349	28,174	6/30/2019
Lifetime	91,154	43,550	47,604	119,008	6/30/2021
J Term	27,448	16,489	10,959	27,398	6/30/2021
3 Year PHJ Sub	31,496	31,496	-	-	Expired
Totals	\$ 668,689	\$ 553,777	\$114,912	\$ 174,580	
			Work order unearned income	\$ 441,186	
			Total Deferred Revenue	\$ 615,766	

Deferred Revenue will be recognized as follows:

2019	\$ 86,737
2020	58,563
2021	29,280
Total	\$ 174,580

Notes to Financial Statements

Notes to Financial Statements (For the Years Ended December 31, 2018 and 2017)

13. EMPLOYEE BENEFIT PLANS

401(k) Plan

The Association participates in a defined contribution plan under section 401(k). The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA) and qualifies for its deferral arrangement under U.S. Internal Revenue Code 401(k). The Plan covers all employees with one year of service over the age of 21 that work at least 1,000 hours within the previous year. The Association may match any eligible participants' contributory deferral to a maximum of 5% of their pre-tax compensation. There were no matching contributions in either 2018 or 2017.

14. COMMITMENTS

Operating Leases

The Association leases certain pieces of office equipment and storage space under non-cancelable operating leases that expire at various dates through May 2020. For the year ended December 31, 2018, the leases required monthly payments of approximately \$5,248. Rental expense was approximately \$ 62,976 in 2018 and \$ 113,955 for 2017. Future current minimum operating lease obligations are as follows:

2019	\$ 61,960
2020 and after	37,796
Total Commitment	\$ 99,756

15. RELATED PARTIES

American Paint Horse Foundation

The Foundation is a separate corporation (not-for-profit) organized for the purpose to reward and educate young horsemen and women and to preserve the history of the breed's accomplishments and artifacts associated with the outstanding bloodlines of the breed and individuals and institutions who contributed to these accomplishments. It is chartered as a non-profit corporation in the state of Texas and is exempt under U.S. Internal Revenue Service Revenue Code 501(c)(3) as a charitable publicly supported organization under 509(a)(1).

The Association provides to the Foundation the accounting, managerial and administrative services necessary for the ordinary day-to-day operations. During 2018 and 2017, the amount of like-kind contributions to the Foundation in expenses and services rendered amounted to \$ 13,633 and \$ 16,106, respectively.

16. SUBSEQUENT EVENTS

Management has evaluated subsequent events through May 18, 2019, which is the date the financial statements were available to be issued. No material subsequent events occurred through May 18, 2019.



American Paint Horse Foundation

2018 ANNUAL REPORT

THIS EDITION CONTAINS NO FINANCIALS. AUDITED
FINANCIALS WILL BE ADDED WHEN COMPLETE.

2018 Scholarship Recipients

The APHF awarded \$1,000 academic scholarships to 54 students for 2018-19. Twenty of the recipients are new to the scholarship program, while the remaining 34 were scholarship renewals.

New Scholarships

Caleigh Anderson	California Paint Racing	Penn State University
Lauren Barker	Zone One #2	Oregon State University
Jocilynn Behlen	Zone Three #3	University of Nebraska-Lincoln
Presley Cortez	Central California PHC	Baylor University
Kelsey Dunlap	Floyd & MaryAnn Moore #2	University of Missouri
Sarah Beth Felker	Nevada PHC #2/Sheila Plimpton	St. Andrews University
Alexandria Greene	Zone One #3	Oklahoma State University
Alexa Hattan	Arizona PHC #3	Methodist College of Nursing
Olivia Hubert	Rocky Mountain PHCYDF	Texas A&M University
Kayli Ann Hulbert	Bill & Joye Bryan	St. Cloud University
Kylin Korb	Dr. & Mrs. Wonderlich	University of Wisconsin-Madison
Olivia Long	Dr. Bill Jackson #1	University of Oklahoma
Kellianne Lunny	Robert Haas Memorial	Wingate University
Madison Martin	Bill & Rachael Yoesel Memorial	Central Virginia Community College
Justin Moody	Lynn Simons #1	Schreiner University
Amanda Nelson	Idaho PHC	Utah State University
Jordan Olson	Lynn Titlow Memorial	Allison Nash
Kyra Petty	Robert & Mary Parrott	University of Tennessee-Martin
Hannah Stokan	CrossTimbers PHC #1	Baylor University
Madison Vance	Floyd & MaryAnn Moore #1	Oklahoma State University

Scholarship Renewals

Laurel Caldwell	SW Washington PHC	Oregon State University
Kimberlyn Crisp	Bud & Bev Shoemaker	Tarleton State University
Brinley Evans	Ashley Huntington	Fort Hays State University
Taylor Gibson	Zone Three #2	Colorado Northwestern College
Anna Hutlas	Ark LaTex PHC	University of Georgia
Catherine Lankford	Keith Lemoine Memorial	Georgia Northwestern Technical College
Morgan Johnson	Zone Two	University of California Berkeley
Madison Malsch	Zone Three #4	Texas A&M University
Meredith Milton	CrossTimbers #2	University of South Georgia
Charles Rufo	Nebraska PHC	Oklahoma State University
Taylor Tusso	Mikea Smith Honorarium	Texas A&M University
Callie Jo Ware	Paul White Memorial	University of Findlay Ohio
Jessica Wood	Garnier Memorial	University of Guelph
Madeline Alewine	Arizona PHC #1	Oklahoma State University
Andrea Althoff	Lee Newsome Memorial	Northeastern Oklahoma A&M
Callie Foster	Utah PHC #1	University of Mississippi
Jacob Grinstead	Zone Three #1	Kansas State University
Julie Hill	Dr. Bill Jackson #1	Texas A&M University
Curtis Howerton	Illinois PHC #1	Black Hawk College
Cassidy Jones	Bartholomew Memorial	University of Missouri Columbia
Alyssa Sappington	Joann Cook	Joann Cook Memorial
Kristen Venable	Williamson/Brashears Memorial	University of South Florida
Raegan Watson	Utah PHC #3	Lee College

2018 Scholarship Recipients

Lauren Zaddack	Illinois PHC #2	University of Wisconsin River Falls
Kieli Adkins	Arizona PHC #2	University of Advancing Technology
Mackenzie Chapman	Jason Sheriff Memorial	Oklahoma State University
Brittany Disch	Lynn Simons #2	University of Wisconsin
Alyssa Donelson	Rolan & Joan Hoch	Embry-Riddle Aeronautical University
Sarah Eliason	Utah PHC #2	William Woods University
Megan McClain	Washington State PHC	Otterbein University
Haile Shoults	Nevada PHC #2/Sheila Plimpton	Purdue University
Falon Sonnen	Zone One #1	Oregon State University
Anna Lia Sullivan	Matt Diamond Memorial	University of Delaware
Anna Clair Tucker	Duane Pettibone Memorial	Mississippi State University

The APHF awarded \$111,700 in scholarships at the 2018 Youth World Show. A total of \$45,050 in scholarship funds earned since the beginning of the scholarship program were redeemed for the 2018-2019 academic year.

Youth World Show Scholarships Redeemed for 2018

Katelyn Armstrong	\$350	University of Cincinnati
Cassidy Watters	\$650	Oklahoma State University
Raegan Watson	\$3,000	Lee College
Aubree Scobie	\$1,000	Cuesta College
Morgan Vance	\$1,000	Oklahoma State
Hannah Walker	\$1,000	Legacy Beauty Academy
Brylee Powers	\$1,900	San Angelo State University
Madison Blauwkamp	\$350	Central Michigan University
Phillip Groeb	\$5,850	Oregon State University
John Cunningham	\$1,300	Louisiana State University
Kylin Korb	\$400	University of Wisconsin - Madison
Mackenzie Chapman	\$1,250	Oklahoma State University
Sara Beth Felker	\$950	St. Andrews University
Kathryn Cardenas	\$500	Baylor University
Isabella Applegarth	\$3,550	Indiana University
Hannah Mauduit	\$400	Mississippi State University
Anna Matlock	\$400	Missouri Southern State University
Sydney Depauw	\$600	Black Hawk College East
Hagen Davis	\$1,200	Texas Christian University
Carlee Purcell	\$950	Blinn College Brenham
Amy McClure	\$800	Colorado State University
Emily Walton	\$750	South Dakota State University
Alexa Hattan	\$300	Methodist College of Nursing
Hannah Stokan	\$550	Baylor University
Alexis Sage Miller	\$4,400	Fresno State University
Kiana Gomez	\$800	Midland College
Mary Camp	\$900	Texas Christian University
Katie Lingafelter	\$2,300	Louisiana State University
Mallory Vroegh	\$1,000	Southern Methodist University
Megan Rottenborn	\$200	California Poly State
Olivia Long	\$1,500	University of Oklahoma
Anastasiya Potts	\$150	Texas A&M University
Alexandra Potts	\$600	Texas A&M University
Jennifer Stanley	\$4,300	Hill College

Scholarship Endowments

Endowments may be established in the form of an honorarium or a memorial in any name. Donations to these endowments are totaled together until the current minimum of \$25,000 is reached. When the minimum amount is reached, the fund becomes permanent and the American Paint Horse Foundation issues a \$1,000 academic scholarship, annually, in that club or individual's memory or honor. Any amount of money may be donated to an established honorarium or memorial endowment, but a minimum of \$1,000 must be donated to begin one. All scholarships go directly to the college, university or trade school.

Permanent Endowment Benefactor

This endowment perpetuates scholarships at each Youth World Show

Rebecca Baker Memorial Endowment Scholarships, established 2014

Perpetuates a \$1,000 scholarship annually in their name:

Gulf Coast Paint Horse Club Members Endowment, established 2018

Rocky Mountain Paint Horse Association YDF Scholarship, established 2017

Lynn Titlow Memorial Endowment, established 2017

Jason Sheriff Memorial Endowment, established 2014

Bob & Theda Bartholomew Endowment, established 2014

Bud & Beverly Shoemaker Endowment, established 2014

Williamson/Brashears Endowment, established 2014

Robyn Hanna Sportsmanship Award Memorial Endowment, established 2014

Ashley Huntington Memorial Endowment, established 2013

Bill and Rachael Yoesel Memorial Endowment, established 2013

Cross Timbers Paint Horse Club Endowment #2, established 2013

Zone Three Endowment #4, established 2010

Floyd & Maryann Moore Honorarium Fund #2, established 2008

Cross Timbers Paint Horse Club Endowment #1, established 2008

Mickea Smith Endowment, established 2008

Nevada PHC #1 / Sheila Plimpton Memorial Endowment, established 2007

Lynn Simons Memorial Endowment #2, established 2007

Bill & Joye Bryan Endowment, established 2007

Floyd and Maryanne Moore Endowment #1, established 2007

Washington State Paint Horse Club Endowment, established 2005

Lynn Simons Memorial Endowment #1, established 2005

Robert and Mary Parrott Endowment, established 2005

Ark La Tex Paint Horse Club Endowment, established 2005

Paul White Memorial Endowment, established 2004

Illinois Paint Horse Club Endowment #2, established 2003

Zone Three Endowment #3, established 2003

Arizona Paint Horse Club Endowment #3, established 2002

Utah Paint Horse Club Endowment #3, established 2001

Zone One Endowment #3, established 2001

Zone Three Endowment #2, established 2000

Zone Two Endowment, established 2000

Utah Paint Horse Club Endowment #2, established 2000

Zone II/Duane Pettibone Memorial, established 2000

Nevada Paint Horse Club Endowment #1, established 2000

Illinois Paint Horse Club Endowment #1, established 1999

Dr. Bill Jackson Memorial Endowment #2, established 1999

Robert Haas Endowment, established 1998

Utah Paint Horse Club Endowment #1, established 1998

Zone Three Endowment #1, established 1997

Arizona Paint Horse Club Endowment #1, established 1997

Arizona Paint Horse Club Endowment #2, established 1997

Scholarship Endowments

Joann Cook Memorial Endowment, established 1996
Dr. Bill Jackson #1 Endowment, established 1996
Zone One Endowment Scholarship #2, established 1996
California Paint Racing Association Endowment, established 1995
Matt Diamond Memorial Endowment, established 1995
Zone One Endowment #1, established 1995
Idaho Paint Horse Club Endowment, established 1994
Keith LaMoine Memorial Endowment, established 1994
Roland & Joan Hoch Endowment, established 1994
Nebraska Paint Horse Club Endowment, established 1991
Central California Paint Horse Club Endowment, established 1991
Southwest Washington Paint Horse Club Endowment, established 1989
Dr. & Mrs. W.V. Garnier Family Endowment, established 1987
Dr. & Mrs. Lyle Wonderlich Endowment, established 1985
Lee Newsom Endowment, established 1983

Incomplete Honorarium Endowment Funds

These honorariums require a minimum of \$25,000 to issue a scholarship:

Banks Ready Youth World Show Courage Honorarium, c/o George Ready, Hernando, Mississippi
AjPHA Youth World Show Honorarium
Jan Anderson Honorarium Fund
AjPHA Honorarium Fund

These honorariums require a minimum of \$15,000 to issue a scholarship:

Zone Three Honorarium Fund #4 c/o Jean Fell, Franktown, Colorado
Nevada Paint Horse Club Honorarium Fund #2, c/o Sharon Avery

These honorariums require a minimum of \$12,000 to issue a scholarship:

Mississippi Paint Horse Club Honorarium Fund, c/o Betty Sikes, Brandon, Mississippi
New Mexico Paint Horse Club Honorarium Fund, c/o Bill Golliet, Hagerman, New Mexico
Utah Paint Horse Club Honorarium Fund #4, c/o Brad Jones, Ogden, Utah

These honorariums require a minimum of \$10,000 to issue a scholarship:

Mr. & Mrs. Joe Bachmuth Honorarium Fund, Cullman, Alabama

Incomplete Memorial Endowment Funds

These memorial funds require a minimum of \$25,000 to issue a scholarship:

Suzette Busby Memorial Fund
Michael Ochetto, Jr Memorial Fund
Marti Cibrowski McLain Memorial Fund
Zippos Sensation Memorial Fund
Suzanna Smiles Memorial Fund
Brett Scott Fredericks Memorial Fund
Nevada PHC #3 / Ken Winder Memorial Fund

These memorial funds require a minimum of \$15,000 to issue a scholarship:

Dean Jones Memorial Fund
Jim Pacelli Memorial Fund

This memorial fund requires a minimum of \$12,000 to issue a scholarship:

A J "Jack" Campbell Memorial Fund

These memorial funds require a minimum of \$10,000 to issue a scholarship:

Shirley Bilton Memorial Fund
Rachel Ryan Burns Memorial Fund
Tad Dahms Memorial Fund
Avis Schnurr Memorial Fund
Robert Ward Memorial Fund
Sue Williamson Memorial Fund

Planned Giving

Will or Planned Giving Vehicle

These members have provided for the future benefit of the American Paint Horse Foundation by including the association in their will or other planned giving vehicle.

Wendall and Peggy Cummings, Sedalia, Colorado
Chuck and Sherry Marx, Prescott, AZ
Robert and June Reimers, Hurst, Texas
Renna Royse, El Reno, Oklahoma
Yvette and Lester Spear, Jr., Concord, New Hampshire
Dr. Maurice Wilkinson, Shiner, Texas

Legacy of Color Donors

Foundation Partners \$50,001 to \$150,000

American Paint Horse Association
Rebecca Baker Endowment

Foundation Supporters \$10,001 to \$25,000

Marylyn Caliendo
Gulf Coast Paint Horse Club
Kansas Paint Horse Association

Foundation Friends \$3,001 to \$10,000

Tom & Marilyn Crowley
Mike Holloway
Ron & JoAnna Shelly
Billy & Mindy Smith
Texas Instruments
Westwood Group

Foundation Followers \$1,000 to \$3,000

Karen Kennedy	Randall Roser
Jerry Cable & Judy Miller	Paul Reinbolt
Jackie Mellon	Laurie Roden
Diane Paris	Dr. Travis Titlow
Mary & Robert Parrott	Woody Wright

