

1975 AAAS FINANCIAL STATEMENTS

The following financial information has been excerpted from the audited financial statements of the AAAS

BALANCE SHEET	31 December	
	1975	1974
Assets		
Current assets		
Cash	\$ 440,512	\$ 180,724
Accounts receivable	406,100	486,074
Inventory of publications—at cost	66,719	70,583
Prepaid expenses	24,507	38,393
Advances for grants	4,000	88,206
Total current assets	941,838	863,980
Investments—at market (note B)	4,604,121	3,508,690
Property and equipment	1,056,569	1,082,168
	<u>\$6,602,528</u>	<u>\$5,454,838</u>
Liabilities and fund balances		
Current liabilities		
Accounts payable and accrued expenses	\$ 621,875	\$ 533,947
Unexpended grants and contract	196,533	234,639
Other accrued liabilities	85,000	-
	903,408	768,586
Deferred dues and subscriptions revenue (note A)	2,826,292	2,491,332
Total current liabilities	3,729,700	3,259,918
Gordon Research Conferences Trust Fund	-	52,033
Fund balances (note B)		
Restricted by donor:		
Research	157,117	158,257
Special purpose	62,929	62,614
	220,046	220,871
Unrestricted and Board restricted:		
Equivalent to investment in fixed assets	1,056,569	1,082,168
Reserve for future life member subscriptions to <i>Science</i>	200,000	200,000
Unrealized depreciation on investments	(186,179)	(413,370)
Other	1,582,392	1,053,218
	2,652,782	1,922,016
Total fund balances	2,872,828	2,142,887
	<u>\$6,602,528</u>	<u>\$5,454,838</u>

STATEMENT OF REVENUE AND EXPENSE AND UNRESTRICTED FUND BALANCE

	Year ended 31 December	
	1975	1974
Revenue		
Member dues	\$2,470,656	\$2,185,226
Subscriptions	1,169,311	909,144
Advertising	2,271,909	2,248,456
Publication sales	320,720	398,340
Meeting and exposition	134,840	115,285
Grants, contract, and related activities	1,649,353	1,391,036
Other	109,538	32,631
	8,126,327	7,280,118
Expense		
Administration	362,074	494,906
Business office	1,294,134	1,151,336
<i>Science</i>	3,995,700	3,960,258
Communications office	501,057	587,321
Education office	510,861	707,160
Annual meeting office	233,260	199,110
Science and Society office	166,189	149,510
Opportunities in Science office	96,188	62,741
International Science office	605,324	273,523
	<u>7,764,787</u>	<u>7,585,865</u>

Excess of revenue over expense (expense over revenue)—Budgeted programs—before contingency for potential income taxes and investment activity	361,540	(305,747)
Contingency for potential income taxes (note A)	85,000	-
Excess of revenue over expense (expense over revenue) before investment activity	276,540	(305,747)
Interest and dividends received	227,336	187,691
Excess of revenue over expense (expense over revenue) before net loss on sale of investments	503,876	(118,056)
Loss on sale of investments—Net	(301)	(651,881)
Net excess of revenue over expense (expense over revenue)	503,575	(769,937)
Change in unrealized depreciation on investments	227,191	183,402
Increase (decrease) in fund balance for the year	730,766	(586,535)
Fund balance, beginning of year	1,922,016	2,508,551
Fund balance, end of year	<u>\$2,652,782</u>	<u>\$1,922,016</u>

NOTES TO FINANCIAL STATEMENTS YEARS ENDED 31 DECEMBER 1975 and 1974

A. Summary of Significant Accounting Policies

General

The Association is a nonprofit membership corporation incorporated in 1874 under the laws of the Commonwealth of Massachusetts. The Association follows the accrual basis of accounting. The Association is exempt from federal and state income taxes under Code section 501 (c) (3) with the exception of certain unrelated business income.

Investments

All investments are carried at quoted market value.

Grants and Contract

Grants are made to the Association each year by the National Science Foundation and other organizations. At 31 December 1975 and 1974, grants and contract awarded to the Association for which cash had not yet been received was \$1,290,000 and \$1,479,000, respectively.

Deferred Revenue

Dues and subscriptions are recognized as revenue based on elapsed subscription periods. Deferred dues and subscriptions revenue represent the portion of payments received which are applicable to future periods.

B. Investments

During 1974, the Association changed the method of valuing investments from acquisition cost to market value.

A summary of investments at market value is as follows:

	31 December	
	1975	1974
United States Treasury bills	\$1,424,243	\$1,412,038
United States Treasury notes	506,500	-
Corporate bonds (short term)	1,836,409	1,403,200
Closed end funds—listed New York Stock Exchange	836,969	693,452
Investments at market	4,604,121	3,508,690
Investments at cost	4,790,300	3,922,060
Unrealized depreciation	<u>\$ 186,179</u>	<u>\$ 413,370</u>

The unrealized depreciation, in the aggregate, is reflected in the fund balance as a single item.