

1976 AAAS SUMMARY FINANCIAL STATEMENTS

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

<i>BALANCE SHEET</i>	31 December		Year ended 31 December	
	1976	1975	1976	1975
Assets				
Current assets				
Cash	\$ 420,337	\$ 440,512		
Accounts receivable	461,384	406,100		
Inventory of publications—at cost	51,227	66,719		
Prepaid expenses	23,951	24,507		
Advances for grants	16,279	4,000		
Total current assets	973,178	941,838		
Investments—at market (note B)	5,896,244	4,604,121		
Property and equipment	1,076,605	1,056,569		
	<u>\$7,946,027</u>	<u>\$6,602,528</u>		
Liabilities and fund balances				
Current liabilities				
Accounts payable and accrued expenses	911,321	706,875		
Unexpended grants and contract	243,083	196,533		
	1,154,404	903,408		
Deferred dues and subscriptions revenue (note A)	2,855,689	2,826,292		
Total current liabilities	4,010,093	3,729,700		
Fund balances (note B)				
Restricted by donor:				
Research	155,964	157,117		
Special purpose	63,970	62,929		
	219,934	220,046		
Unrestricted and Board restricted:				
Equivalent to investment in fixed assets	1,076,605	1,056,569		
Reserve for future life member subscriptions to <i>Science</i>	200,000	200,000		
Unrealized appreciation (depreciation) on investments (note B)	44,333	(186,179)		
Other	2,395,062	1,582,392		
	3,716,000	2,652,782		
Total fund balances	3,935,934	2,872,828		
	<u>\$7,946,027</u>	<u>\$6,602,528</u>		

Excess of revenue over expense before contingency for potential income taxes and investment activity	502,169	361,540
Contingency for potential income taxes (note A)	195,000	85,000
Excess of revenue over expense before investment activity	307,169	276,540
Interest and dividends received	303,331	210,154
Capital distribution of closed-end fund shares	52,234	17,182
Excess of revenue over expense before net loss on sale of investments	662,734	503,876
Loss on sale of investments—Net	(4,365)	(301)
Bequests and other special gifts	174,337	—
Net excess of revenue over expense	832,706	503,575
Increase in unrealized appreciation on investments	230,512	227,191
Increase in fund balance for the year	1,063,218	730,766
Fund balance, beginning of year	2,652,782	1,922,016
Fund balance, end of year	<u>\$3,716,000</u>	<u>\$2,652,782</u>

NOTES TO FINANCIAL STATEMENTS YEARS ENDED 31 DECEMBER 1976 and 1975

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.

Grants and Contract

Grants are made to the Association each year by the National Science Foundation and other organizations. At December 31, 1976 and 1975, grants and contract awarded to the Association for which cash had not yet been received was \$695,000 and \$1,290,000, 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

All investments are carried at quoted market value.

A summary of investments at market value is as follows:

STATEMENT OF REVENUE AND EXPENSE AND UNRESTRICTED FUND BALANCE	Year ended 31 December		31 December	
	1976	1975	1976	1975
Revenue				
Member dues (note A)	\$2,741,689	\$2,470,656		
Subscriptions (note A)	1,300,747	1,169,311		
Advertising	2,659,454	2,271,909		
Publication sales	367,878	320,720		
Meeting and exposition	177,209	134,840		
Grants, contract, and related activities (note A)	1,485,006	1,649,353		
Contributions and other	292,393	109,538		
	9,024,376	8,126,327		
Expense				
Executive office	571,611	431,164		
Division of Administration	1,001,538	985,338		
Office of Comptroller	247,358	240,000		
Editorial division— <i>Science</i>	4,385,953	3,995,700		
International science office	553,007	607,814		
Meetings and publications division	475,950	423,048		
Science education office	406,529	510,861		
Public sector programs division	373,993	272,560		
Membership recruitment and public information	256,073	162,114		
Opportunities in science	199,071	96,188		
Developing programs office	51,124	40,000		
	8,522,207	7,764,787		
United States Treasury bills	\$1,062,589	\$1,424,243		
United States Treasury notes	1,885,281	506,500		
Corporate bonds (short term)	1,883,034	1,836,409		
Closed-end funds—listed New York Stock Exchange	1,065,340	836,969		
Investments at market	5,896,244	4,604,121		
Investments at cost	5,851,911	4,790,300		
Unrealized appreciation (depreciation)	<u>\$ 44,333</u>	<u>\$ (186,179)</u>		

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