

INTERNATIONAL JOURNAL OF LEPROSY
OF THE
INTERNATIONAL LEPROSY ASSOCIATION, INC.

Statement of Financial Condition

Tait, Weller & Baker, Certified Public Accountants, New York, Auditors, INTERNATIONAL JOURNAL OF LEPROSY, on 24 February 1993 transmitted the following audited financial statements to the Board of Directors, IJL, with the following report:

“We have audited the accompanying balance sheets of the INTERNATIONAL JOURNAL OF LEPROSY of the International Leprosy Association as of December 31, 1992 and 1991, and the related statements of revenues, expenses and changes in fund balance, and changes in financial position for the years then ended. These financial statements are the responsibility of the organization’s management. Our responsibility is to express an opinion on these financial statements based on our audits.

“We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

“In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the INTERNATIONAL JOURNAL OF LEPROSY of the International Leprosy Association as of December 31, 1992 and 1991, and the results of its operations, the changes in its fund balance, and the changes in its financial position for the years then ended, in conformity with generally accepted accounting principles.”

BALANCE SHEET

December 31,

ASSETS

	<u>1992</u>	<u>1991</u>
Cash	\$53,680	\$69,720
Grants and miscellaneous receivables	6,576	1,986
Equipment		
(net of accumulated depreciation—\$4,016 in 1992; \$1,607 in 1991)	8,027	10,436
Total assets	<u>\$68,283</u>	<u>\$82,142</u>

LIABILITIES

Accounts payable and other liabilities	\$25,090	\$29,348
Unearned subscriptions and contributions	<u>17,710</u>	<u>25,368</u>
	<u>42,800</u>	<u>54,716</u>

FUND BALANCE

Unrestricted Fund	<u>25,483</u>	<u>27,426</u>
Total liabilities and fund balance	<u>\$68,283</u>	<u>\$82,142</u>

See Notes to Financial Statements.

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN UNRESTRICTED FUND BALANCE
Years ended December 31,

	<u>1992</u>	<u>1991</u>
Revenues		
Member subscriptions	\$ 21,845	\$ 35,227
Non-member subscriptions	31,210	33,265
Private grants and contributions	74,218	54,500
Sales of back and single issues	20	230
Page charges	2,600	3,118
Interest on short-term investments	569	1,763
Miscellaneous income	499	—
Total revenues	<u>130,961</u>	<u>128,103</u>
Expenses		
General		
Printing—Journal	62,320	65,550
Mailing	24,511	26,562
Professional fees	3,000	2,775
Depreciation	2,409	1,540
Miscellaneous	2,859	336
Total general expenses	<u>95,099</u>	<u>96,763</u>
Editorial office		
Editorial services and salaries	30,120	33,118
Equipment	1,146	1,463
Office supplies and other	162	—
Taxes—payroll	2,304	3,615
Telephone and telegraph	60	95
Travel	30	3,875
Translation	1,024	1,191
Advertising	600	239
Membership expenses	388	588
Mailing and shipping	395	—
Total editorial office expenses	<u>36,229</u>	<u>44,184</u>
Business office		
Office supplies and other	854	1,832
Mailing and shipping	722	4,248
Total business office expenses	<u>1,576</u>	<u>6,080</u>
Total expenses	<u>132,904</u>	<u>147,027</u>
Excess of expenses over revenues	(1,943)	(18,924)
Fund balance		
Beginning of year	<u>27,426</u>	<u>46,350</u>
End of year	<u>\$ 25,483</u>	<u>\$ 27,426</u>

See Notes to Financial Statements.

STATEMENT OF CHANGES IN FINANCIAL POSITION
Years ended December 31,

	1992	1991
Sources (uses) of cash		
Operations		
Excess expenses over revenues	\$ (1,943)	\$ (18,924)
Item not requiring cash depreciation	2,409	1,540
Provided by (used for) operations	466	(17,384)
(Increase) decrease in		
Grants and miscellaneous receivables	(4,590)	(21,375)
Increase (decrease) in		
Accounts payable and other liabilities	(4,258)	4,970
Unearned subscriptions and contributions	(7,658)	3,055
Acquisition of equipment	—	(10,027)
INCREASE (DECREASE) IN CASH	(16,040)	1,989
Cash balance		
Beginning of year	69,720	67,731
End of year	\$ 53,680	\$ 69,720

See Notes to Financial Statements.

NOTES TO FINANCIAL STATEMENTS

December 31, 1992 and 1991

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PREPARATION

The INTERNATIONAL JOURNAL OF LEPROSY of the International Leprosy Association ("IJL") prepares its financial statements on the accrual basis and, as such, income from subscriptions to the "INTERNATIONAL JOURNAL OF LEPROSY" is recognized ratably over the term of the subscriptions.

EQUIPMENT

Equipment is carried at cost. Depreciation is provided on a straight-line basis over the lives of the assets which is five years.

INCOME TAX

IJL continues to qualify as a non-taxable organization under Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income tax is necessary.

NOTE 2—DONATED SERVICES

ALM International has provided administrative and secretarial support and occupancy space to the organization. No amounts have been reflected in the statements for these services. The estimated values for these services are approximately \$10,000 for each of the years 1992 and 1991, respectively.