

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 7 April 1977 transmitted the audited financial statements for 1976 to the Board of Directors, IJL, with the following report:

"We have examined the balance sheet of The International Journal of Leprosy of the International Leprosy Association, Inc. as of December 31, 1976 and the related statements of revenue and expenses and changes in fund balances and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

The International Journal of Leprosy of the International Leprosy Association, Inc. has sustained losses during the years ended December 31, 1975 and 1976 and at December 31, 1976 had an accumulated unrestricted fund deficit of \$26,458. Its ability to operate during those years and in the future is dependent upon the continuing availability of funds, through long-term advances from American Leprosy Missions, Inc. or other sources and the eventual attainment of positive operating results to provide for the liquidation of these advances.

In our opinion, subject to the continuing availability of operating funds referred to in the preceding paragraph, the financial statements referred to above present fairly the financial position of The International Journal of Leprosy of the International Leprosy Association, Inc. at December 31, 1976 and the results of its operations and changes in fund balances and financial position for the year then ended, in conformity with generally accepted accounting principles which have been applied on a basis consistent with that of the preceding year."

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

- A—Basis of Preparation—The financial statements have been prepared 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.
- B—Equipment—It is the policy of the organization to expense the cost of office equipment in the year of acquisition rather than capitalizing such assets and depreciating them over their useful lives. The omission of depreciation charges had no significant effect on the financial position or results of operations.
- C—Income Tax—The organization continues to qualify as a non-taxable organization under Section 509(a) (1) of the Internal Revenue Code. Therefore, no provision for income taxes is necessary.

Note 2. Restricted Fund

On May 11, 1976 the Lani Booth Fund contributed \$25,000 for the printing and distribution of a Cumulative Index of the first 40 volumes of the INTERNATIONAL JOURNAL OF LEPROSY. Expenses incurred in the production of the index amounted to \$12,242 during 1976.

Special contributions from special contributors (up to \$50), sustaining members (\$50 to \$500), and special grantors (\$500 and above) have made it possible to continue the publication of this JOURNAL.

ASSETS

Cash	\$ 21,721
Accounts Receivable	806
	<u>\$ 22,527</u>

LIABILITIES AND FUND BALANCES

Payable to American Leprosy Missions, Inc.	\$ 19,781
Other payable	9,784
Unearned Subscriptions	6,662
	<u>\$ 36,227</u>
Fund Balances:	
Unrestricted Fund	\$(26,458)
Restricted Fund (Note 2)	12,758
	<u>\$(13,700)</u>
	<u>\$ 22,527</u>

REVENUE AND EXPENSES AND CHANGES IN FUND BALANCE

	Unrestricted	Restricted	Total
Revenues			
Member subscriptions	\$ 10,495	—	\$ 10,495
Non-member subscriptions	9,095	—	9,095
Private grants and contributions	16,972	\$25,000	41,972
Sale of back and single issues	935	—	935
Sale of reprints	8,321	—	8,321
Transfers from ILA—London Office	6,422	—	6,422
Total revenues	<u>\$ 52,240</u>	<u>\$25,000</u>	<u>\$ 77,240</u>
Expenses			
General:			
Printing—Journal	\$ 24,027	\$10,400	\$ 34,427
Cost of reprints	6,642	—	6,642
Proofreading costs	—	1,600	1,600
Mailing expenses	1,805	—	1,805
Auditing fee	650	—	650
Miscellaneous	163	242	405
Total general expenses	<u>\$ 33,287</u>	<u>\$12,242</u>	<u>\$ 45,529</u>
Editorial Office Expenses:			
Editorial services and salaries	\$ 3,204	—	\$ 3,204
Secretarial services	10,004	—	10,004
Telephone and telegraph	39	—	39
Mailing and shipping	145	—	145
Office supplies and expenses	745	—	745
Taxes—payroll	203	—	203
Equipment	—	—	—
Total editorial office expenses	<u>\$ 14,340</u>	<u>—</u>	<u>\$ 14,340</u>
Business Office Expenses:			
Secretarial services	\$ 9,937	—	\$ 9,937
Telephone and telegraph	101	—	101
Mailing and shipping	1,010	—	1,010
Office supplies and expenses	778	—	778
Total business office expenses	<u>\$ 11,826</u>	<u>—</u>	<u>\$ 11,826</u>
Total expenses	<u>\$ 59,453</u>	<u>\$12,242</u>	<u>\$ 71,695</u>
Excess (Deficit) of Revenues Over Expenses	\$ (7,213)	\$12,758	\$ 5,545
Fund Balance—Beginning of Year	(19,245)	—	(19,245)
Fund Balance—End of Year	<u>\$(26,458)</u>	<u>\$12,758</u>	<u>\$(13,700)</u>

CHANGES IN FINANCIAL POSITION
YEARS ENDED DECEMBER 31, 1976 WITH COMPARATIVE TOTALS FOR 1975

	<u>1976</u>	<u>1975</u>
Source of Cash		
Decrease in accounts receivable	\$ 962	\$ 624
Increase in payable to American Leprosy Missions, Inc.	5,917	13,864
Increase in other payables	8,581	—
Increase in unearned subscriptions	—	3,061
Lani Booth Cumulative Index Fund contribution		
less expenses of \$12,242	<u>12,758</u>	<u>—</u>
	<u>\$28,218</u>	<u>\$17,549</u>
Uses of Cash		
From Operations:		
Deficit	\$ 7,213	\$10,330
Decrease in other payables	—	1,003
Decrease in unearned subscriptions	1,065	—
Repayment of advance to American Leprosy Missions, Inc.	<u>—</u>	<u>6,000</u>
	<u>\$ 8,278</u>	<u>\$17,333</u>
Increase in Cash	<u>\$19,940</u>	<u>\$ 216</u>

—OLIVER W. HASSELBLAD, M.D.
EXECUTIVE OFFICER

INTERNATIONAL JOURNAL OF LEPROSY
LONDON OFFICE
Statement of Financial Condition

"We have audited the attached Receipts and Payments Account covering the transactions in London of the International Leprosy Association with the books and vouchers produced to us. We hereby certify that the Account is in accordance with such books and vouchers."

82, Eden Street
Kingston upon Thames
Surrey, KT1 1DZ

— Menzies Middleton Hawkins & Co.
Chartered Accountants
15 February 1977

RECEIPTS AND PAYMENTS ACCOUNT
For the Year Ending 31 December 1976

	1976		1975	
	£	£	£	£
Balances at 1 January 1976				
Cash in hand	9		7	
At bank	<u>781</u>		<u>298</u>	
		790	305	305
Add: Receipts				
Member subscriptions	490		646	
Special donations	217		29	
Subscriptions to Journal	74		341	
Sustaining Member fees	<u>3,987</u>		<u>2,135</u>	
		<u>4,768</u>		<u>3,151</u>
		5,558		3,456
Less: Payments				
Audit fee	25		22	
CIOMS subscription	73		56	
Bank charges	8		3	
Heating, lighting, telephone	150		150	
Honorarium	150		150	
Postage	63		21	
Printing and stationary	33		41	
Repairs and renewals	45		—	
Transfer to USA for Journal	3,500		2,000	
Traveling expenses	<u>110</u>		<u>223</u>	
		<u>4,157</u>		<u>2,666</u>
Balance at 31 December 1976		<u>1,401</u>		<u>790</u>
Represented By:				
Cash in hand	5		9	
Cash at bank	<u>1,396</u>		781	
		<u>1,401</u>		<u>790</u>

— JACINTO CONVIT
PRESIDENT
— S. G. BROWNE
SECRETARY-TREASURER