

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 2 March 1994, transmitted the following audited financial statements for 1993 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, 1993 and 1992, 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, 1993 and 1992, 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>1993</u>	<u>1992</u>
Cash	\$66,691	\$53,680
Grants and miscellaneous receivables	15,700	6,576
Equipment		
(net of accumulated depreciation—\$6,554 in 1993; \$4,016 in 1992)	6,789	8,027
Total assets	<u>\$89,180</u>	<u>\$68,283</u>

LIABILITIES

Accounts payable and other liabilities	\$57,103	\$25,090
Unearned subscriptions and contributions	<u>20,043</u>	<u>17,710</u>
	<u>77,146</u>	<u>42,800</u>

FUND BALANCE

Unrestricted Fund	<u>12,034</u>	<u>25,483</u>
Total liabilities and fund balance	<u>\$89,180</u>	<u>\$68,283</u>

See notes to financial statements.

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE

Years ended December 31,

	<u>1993</u>	<u>1992</u>
Revenues		
Member subscriptions	\$ 20,941	\$ 21,845
Non-member subscriptions	28,795	31,210
Private grants and contributions	87,872	74,218
Sales of back and single issues	80	20
Page charges	1,750	2,600
Interest on short-term investments	477	569
Miscellaneous income	<u>1,619</u>	<u>499</u>
Total revenues	<u>141,534</u>	<u>130,961</u>
Expenses		
General		
Printing—Journal	71,200	62,320
Mailing	29,480	24,511
Professional fees	2,250	3,000
Depreciation	2,538	2,409
Miscellaneous	<u>3,508</u>	<u>2,859</u>
Total general expenses	<u>108,976</u>	<u>95,099</u>
Editorial office		
Editorial services and salaries	37,716	30,120
Equipment	767	1,146
Office supplies and other	779	162
Taxes—payroll	2,885	2,304
Telephone and telegraph	348	60
Travel	698	30
Translation	907	1,024
Advertising	550	600
Membership expenses	188	388
Mailing and shipping	<u>1,059</u>	<u>395</u>
Total editorial office expenses	<u>45,897</u>	<u>36,229</u>
Business office		
Office supplies and other	—	854
Mailing and shipping	<u>110</u>	<u>722</u>
Total business office expenses	<u>110</u>	<u>1,576</u>
Total expenses	<u>154,983</u>	<u>132,904</u>
Deficiency of revenue over expenses	(13,449)	(1,943)
Fund balance		
Beginning of year	<u>25,483</u>	<u>27,426</u>
End of year	<u>\$ 12,034</u>	<u>\$ 25,483</u>

See notes to financial statements.

STATEMENT OF CHANGES IN FINANCIAL POSITION

Years ended December 31,

	<u>1993</u>	<u>1992</u>
Sources (uses) of cash		
Operations		
Deficiency of revenue over expenses	\$ (13,449)	\$ (1,943)
Item not requiring cash depreciation	<u>2,538</u>	<u>2,409</u>
Provided by operations	(10,911)	466
(Increase) decrease in		
Grants and miscellaneous receivables	(9,124)	(4,590)
Increase (decrease) in		
Accounts payable and other liabilities	32,013	(4,258)
Unearned subscriptions and contributions	2,333	(7,658)
Acquisition of equipment	<u>(1,300)</u>	<u>—</u>
INCREASE (DECREASE) IN CASH	<u>13,011</u>	<u>(16,040)</u>
Cash balance		
Beginning of year	<u>53,680</u>	<u>69,720</u>
End of year	<u>\$ 66,691</u>	<u>\$ 53,680</u>

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

December 31, 1993 and 1992

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 1993 and 1992, respectively.