

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 30 March 1990 transmitted the following audited financial statements for 1989 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, 1989 and 1988, and the related statements of revenues, expenses and changes in unrestricted 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, 1989 and 1988, and the results of its operations, the changes in its fund balances, 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>1989</u>	<u>1988</u>
Cash	\$79,567	\$49,039
Grants and miscellaneous receivables	<u>1,986</u>	<u>1,986</u>
Total assets	<u>\$81,553</u>	<u>\$51,025</u>

**LIABILITIES**

Accounts payable and other liabilities	\$24,482	\$36,091
Unearned subscriptions and contributions	<u>31,498</u>	<u>18,205</u>
	<u>55,980</u>	<u>54,296</u>

**FUND BALANCES (DEFICITS)**

Unrestricted Fund	25,570	(3,274)
Restricted Fund (Note 2)	<u>3</u>	<u>3</u>
	<u>25,573</u>	<u>(3,271)</u>
Total liabilities and fund balances (deficits)	<u>\$81,553</u>	<u>\$51,025</u>

See notes to financial statements.

## STATEMENT OF REVENUES, EXPENSES AND CHANGES IN UNRESTRICTED FUND BALANCE

Years ended December 31,

	<u>1989</u>	<u>1988</u>
Revenues		
Member subscriptions	\$ 42,446	\$ 26,213
Non-member subscriptions	41,020	32,233
Private grants and contributions	58,456	79,060
Sales of back and single issues	755	128
Page charges	1,850	2,550
Interest on short-term investments	2,340	411
Other	437	564
Royalty income	—	101
Total revenues	<u>147,304</u>	<u>141,260</u>
Expenses		
General		
Printing—Journal	48,447	72,676
Mailing	27,424	18,928
Professional fees	2,500	2,300
Management services—ILA	—	5,927
Miscellaneous	350	1,270
Total general expenses	<u>78,721</u>	<u>101,101</u>
Editorial office		
Editorial services and salaries	29,403	28,686
Mailing and shipping	1,926	1,112
Office supplies and other	887	700
Taxes—payroll	2,208	2,126
Telephone and telegraph	163	510
Travel	421	4,910
Translation	1,393	—
Miscellaneous	954	2,840
Total editorial office expenses	<u>37,355</u>	<u>40,884</u>
Business office		
Mailing and shipping	6	—
Office supplies and other	339	37
Equipment	2,039	—
Total business office expenses	<u>2,384</u>	<u>37</u>
Total expenses	<u>118,460</u>	<u>142,022</u>
Excess (deficiency) of revenues over expenses	28,844	(762)
Fund balance (deficit)		
Beginning of year	<u>(3,274)</u>	<u>(2,512)</u>
End of year	<u>\$ 25,570</u>	<u>\$ (3,274)</u>

See notes to financial statements.

**STATEMENT OF CHANGES IN FINANCIAL POSITION**  
Years ended December 31,

	1989	1988
Sources (uses) of cash		
Operations		
Excess (deficiency) of revenues over expenses	\$ 28,844	\$ (762)
Decrease in		
Receivables	—	13,423
Increase (decrease) in		
Accounts payable and other liabilities	(11,609)	7,716
Unearned subscriptions and contributions	13,293	(702)
<b>INCREASE IN CASH</b>	<b>30,528</b>	<b>19,675</b>
Cash balance		
Beginning of year	49,039	29,364
End of year	\$ 79,567	\$ 49,039

See notes to financial statements.

**NOTES TO FINANCIAL STATEMENTS**

December 31, 1989 and 1988

**NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**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.

**INCOME TAX**

The Organization 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—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 forty volumes of the "International Journal of Leprosy." Expenses incurred in the production of the index to date are \$24,997.

**NOTE 3—DONATED SERVICES**

American Leprosy Missions, Inc. 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 for the years ended December 31, 1989 and 1988 are approximately \$9,000.