

REPORT OF THE TREASURER

The Treasurer this year again presents to the membership an abridged statement of the Society's financial position, set up in semi-informal narrative style. A copy of the complete Treasurer's Report as submitted to the Trustees and the Council will be sent to any member requesting it from the Treasurer through the Providence office. Moreover, the Treasurer will be happy to answer any questions members may wish to put to him concerning the Society financial affairs.

Returns on invested funds this year have been at the rate of 3.45% computed on book value after deduction of custodial expense.

I

A DESCRIPTION OF THE FINANCIAL POSITION OF THE SOCIETY AS OF DECEMBER 31, 1967

The Society had cash on deposit	
In the Rhode Island Hospital Trust Company.	\$392,284.91
In petty cash and drawing accounts.....	1,447.34
	\$ 393,732.25
It had investments in its Agency account.....	159,949.55
There was owing to it	
By the United States Government.....	21,810.34
By members, subscribers and others (less allowance for doubtful accounts).....	466,050.89
	487,861.23
It had prepaid expenses and deposits.....	38,030.79
And it had invested in its Headquarters Building and Office Equipment.....	240,141.18
	1,319,715.00
Making a total of Current and Fixed Assets of.....	1,319,715.00
The Society also held Investment Securities and uninvested principal cash valued at (The ap- proximate market value December 31, 1967 was \$1,370,800.00).....	
	1,197,866.24
Total Assets, therefore, were.....	\$2,517,581.24
Offsetting these assets, the Society	
Had Accounts Payable.....	\$ 125,000.73
Had deferred payments of publication charges.....	17,396.67
Had reserved royalties payable to Russian authors.....	34,944.32
Had reserved unearned dues and subscriptions.....	785,242.50
Had National Science Foundation grant advances.....	40,532.29
Had other miscellaneous liabilities and reserves.....	20,854.61
Had reserved in its Building Fund.....	340,604.66

Had funds and grants received from various special sources to support particular projects such as the Summer Institute, Symposia, etc.	528,822.99	
Had a deficit in its Publication Funds.	(39,920.62)	
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	488,902.37	
Less the amounts included therein representing National Science Foundation grant balances unpaid.	588,910.95	
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		(100,008.58)
Its General Fund reflected a surplus balance of.		55,147.80
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Thus accounting for all the Current Funds.		\$1,319,715.00
The Invested Funds represent the following:		
1. The Endowment Fund, largely the gift of members.	\$100,000.00	
2. Robert Henderson Endowment Fund.	547,223.20	
3. Joseph Fels Ritt Memorial Fund.	22,002.01	
4. The Library Proceeds Fund, derived from the sale of the Society's Library in 1950.	66,000.00	
5. The Prize Funds.	12,641.81	
6. Dues and Publication Reserve Fund.	53,996.70	
7. Mathematical Reviews Subscription Reserve Fund.	80,000.00	
8. Reserves established by the Trustees to protect life memberships formerly available, and as a "hedge" against investment losses.	284,451.05	
9. Other funds, derived mainly from bequests to the Society by members, which the Trustees were either required to invest or which they have invested at their option—the income being used for the general purposes of the Society.	31,551.47	
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A total of Invested Funds of.		1,197,866.24
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Total Liabilities and Fund Reserves, therefore, were.		\$2,517,581.24
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II

AN ACCOUNT OF THE FINANCIAL TRANSACTIONS OF THE SOCIETY
DURING THE FISCAL YEAR ENDED DECEMBER 31, 1967

The Society has two types of receipts: Funds for special purposes and projects, and the General Fund, from which are met the general operating expenses of the organization, including the publication of the Bulletin, the Proceedings, the Notices, New Publications, Mathematical Reviews, and the Transactions. Income from sales of and subscriptions to these journals is placed in the General Fund, but in practice is allocated to the expense of the journals themselves. It is so treated in the following presentation:

To meet its general obligations the Society received:

From dues and contributions of individual members.....	\$201,404.51	
From dues of institutional members.....	62,430.00	
From dues of corporate and associate members	18,000.00	
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	\$281,834.51	
Less-Amount allocated to Notices and Bulletin	149,316.00	132,518.51
From sales and support of scientific journals of the Society.....		883,379.15
From investments and trusts.....		42,799.27
From publication charges.....		65,454.50
From miscellaneous sources.....		15,829.72
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Total General Receipts		\$1,139,981.15
These Funds were Expended:		
For expenses of scientific journals of the Society	947,624.73	
For Organizational Expenses and Membership Services.....	35,365.34	
For Unrecoverable Overhead on grants and contracts.....	5,950.29	
In Subsidies to non-Society publications.....	5,200.00	
For miscellaneous other expenses and Fund transfers.....	38,662.05	
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Total General Expenses.....		1,032,802.41
Operating profit credited to General Funds.....		<u>\$ 107,178.74</u>

Detail of Subsidies to Non-Society Journals

American Journal	\$1,500.00
Canadian Journal	1,300.00
Illinois Journal	1,350.00
SIAM	1,050.00
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Total	<u>\$5,200.00</u>

Respectfully submitted,
W. T. MARTIN
Treasurer

May 1, 1968