

REPORT OF THE TREASURER

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

Returns on invested funds this year have been at the rate of 3.37 percent, computed on book value after deductions of custodial expense.

I

A DESCRIPTION OF THE FINANCIAL POSITION OF THE SOCIETY AS OF DECEMBER 31, 1972

The Society had cash on deposit in

The Rhode Island Hospital Trust Company	\$282,979.00	
Petty cash and drawing accounts	1,250.00	
		\$ 284,229.00

It had investments in its agency account 438,445.00

There was owing to it by

The United States Government	51,242.00	
Members, subscribers, and others (less allowance for doubtful accounts)	607,394.00	
		658,636.00

It had deferred computer development costs 450,000.00

It had prepaid expenses and deposits 35,816.00

It had invested in the headquarters building, *Mathematical Reviews*, Editorial Offices, a computer, and other equipment 502,943.00

Making a total of current and fixed assets of 2,370,069.00

The Society also held investment securities and uninvested principal cash valued at 1,478,292.00
 (The approximate market value December 31, 1972 was \$1,846,098.)

Total assets, therefore, were \$3,848,361.00

Offsetting these assets, the Society had

Accounts payable	\$ 301,871.00
Deferred payments of publication charges	57,873.00
Reserved royalties payable to Russian authors	8,142.00

Reserved unearned dues and subscriptions	1,481,341.00
Other miscellaneous liabilities	83,707.00
Reserved in its building fund	439,739.00
Funds and grants received from various sources to support particular projects such as the summer institute, symposia, etc. . . . \$	22,604.00
A deficit in its publication funds	<u>(168,855.00)</u>
	(146,251.00)
Less the amounts included therein representing National Science Foundation grant balances unpaid	<u>(6,990.00)</u>
	(153,241.00)
Its general fund reflected a surplus balance of	<u>150,637.00</u>
Thus, accounting for all the current funds	2,370,069.00
The invested funds represent the following:	
1. The Endowment Fund, largely the gift of members	100,000.00
2. Robert Henderson Endowment Fund	548,223.00
3. Joseph Fels Ritt Memorial Fund	22,521.00
4. The Library Proceeds Fund, derived from the sale of the Society's library in 1959	66,000.00
5. The various prize funds	148,864.00
6. Dues and publication reserve fund	68,400.00
7. <i>Mathematical Reviews</i> subscription reserve fund	80,000.00
8. Undistributed net gains on investment transactions	317,890.00
9. Royalties earned by Russian authors	81,717.00
10. Friends of mathematics fund	9,001.00
11. Other funds, derived mainly from bequests to the Society by members, which 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	<u>35,676.00</u>
A total of invested funds of	<u>1,478,292.00</u>
Total liabilities and fund reserves, therefore, were	<u><u>\$3,848,361.00</u></u>

II

AN ACCOUNT OF THE FINANCIAL TRANSACTIONS OF THE SOCIETY
DURING THE FISCAL YEAR ENDED DECEMBER 31, 1972

The Society has two types of receipts: funds for special purposes and projects; and general funds, from which are met the general operating expenses, including the publication of the *Bulletin*, the *Proceedings*, *Mathematics of Computation*, the *Notices*, *Contents of Contemporary Mathematical Journals and New Publications*, *Mathematical Reviews*, and the *Transactions*.

To meet its general obligations, the Society received from

Dues and contributions of individual members	\$240,149.00	
Dues of institutional members	105,157.00	
Dues of corporate and associate members	<u>6,780.00</u>	
	352,086.00	
Less amount allocated to <i>Notices</i> and <i>Bulletin</i>	<u>176,520.00</u>	
		\$ 175,566.00
Sales of journals of the Society		1,492,370.00
Investments and trusts		46,957.00
Publication charges		154,978.00
Miscellaneous sources		<u>3,132.00</u>
Total general receipts		1,873,003.00
These funds were expended for		
Publication of Society journals	1,650,899.00	
Net transfers to special and publication funds, including support of membership services	87,302.00	
Development of a computer system	100,530.00	
Subsidies to non-Society publications ¹	6,574.00	
Miscellaneous	<u>135,264.00</u>	
Total general expenses and transfers		<u>1,980,569.00</u>
Operating loss charged to general funds		\$ (107,566.00)

Respectfully submitted,
W. T. MARTIN
Treasurer

¹ Non-Society journals subsidized in 1972 were the *American Journal of Mathematics*, *Historia Mathematica*, the *Illinois Journal of Mathematics*, the *Journal of Symbolic Logic* and the *Rocky Mountain Journal of Mathematics*.