

## 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 at the Providence office. Moreover, the Treasurer will be happy to answer any questions members may wish to put to him concerning the Society's financial affairs.

Returns on invested funds this year have been at the rate of 3.88% computed on book value after deduction of custodial expense. This is slightly less than last year.

### I

#### A DESCRIPTION OF THE FINANCIAL POSITION OF THE SOCIETY AS OF MAY 31, 1962

|   |              |                       |
|---|--------------|-----------------------|
| The Society had Cash on deposit   |              |                       |
| In the Rhode Island Hospital Trust Company...   | \$163,662.01 |                       |
| In petty cash and drawing accounts in Providence<br>and Los Angeles.....                              | 1,800.00     |                       |
|   |              | \$165,462.01          |
| It had reserves invested until needed in securities.....  |              | 346,959.70            |
| There was owing to it   |              |                       |
| By the United States Government.....  | \$66,338.37  |                       |
| By members, subscribers and others (less allow-<br>ance for doubtful accounts).....                   | 121,650.57   |                       |
|   |              | 187,988.94            |
| It had prepaid expenses and deposits.....   |              | 30,307.15             |
| And it had invested in its Headquarters Building and Office Equip-<br>ment.....                       |              | 153,344.28            |
| Making a total of Current and Fixed Assets of.....  |              | \$884,062.08          |
| The Society also held investment securities valued at.....  |              | 944,907.22            |
| (The market value, May 31, 1962 was \$1,034,017.00)   |              |                       |
| <b>TOTAL ASSETS, therefore, were.....</b>   |              | <b>\$1,828,969.30</b> |
| Offsetting these assets, the Society  |              |                       |
| Owed vendors.....   | \$ 55,108.84 |                       |
| Had deferred until the next fiscal year government<br>income received to support Mathematical Reviews | 180,471.69   |                       |
| Had other misc. liabilities and deferred income.....  | 9,489.68     |                       |
| Held funds received from various special sources to   |              |                       |

|  |              |                |
|--|--------------|----------------|
| support particular projects, such as the Summer Institute, Summer Symposia, etc. . . . .   | 204,595.34   |                |
| Had a deficit in book publication funds (Colloquium, Survey, Translation, etc., Series) representing the publication costs of books in stock, to be recovered from future sales . . . . .  | (22,896.56)  |                |
| And held in its General Fund the sum of . . . . .  | 457,293.09   |                |
|  | <hr/>        |                |
| Thus accounting for all the CURRENT FUNDS . . . . .  |              | \$884,062.08   |
| The Invested Funds represent the following:  |              |                |
| (1) The Endowment Fund, largely the gift of members about thirty-five years ago . . . . .  | \$100,000.00 |                |
| (2) Robert Henderson Endowment Fund . . . . .  | 547,223.20   |                |
| (3) The Library Proceeds Fund, derived from the sale of the Society's Library in 1950 . . . . .  | 66,000.00    |                |
| (4) The Prize Funds—Bocher, Cole, Moore . . . . .  | 6,575.00     |                |
| (5) The Mathematical Reviews Fund, a gift received in 1940 to make possible the establishment of the Reviews . . . . .   | 80,000.00    |                |
| (6) Reserves established by the Trustees to protect the life memberships formerly available, and as a "hedge" against investment losses . . . . .  | 113,557.55   |                |
| (7) 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    |                |
|  | <hr/>        |                |
| A total of INVESTED FUNDS of . . . . .   |              | 944,907.22     |
|  |              | <hr/>          |
| TOTAL LIABILITIES AND FUND RESERVES, therefore, were . . . . .   |              | \$1,828,969.30 |
|  |              | <hr/> <hr/>    |

## II

AN ACCOUNT OF THE FINANCIAL TRANSACTIONS OF THE SOCIETY  
DURING THE FISCAL YEAR 1961-1962

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, 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 expenses 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                      | \$101,597.00 |
| From dues of institutional members . . . . .                           | 35,350.00    |
| From dues of corporate members . . . . .                               | 22,000.00    |
| From sales and support of scientific journals of the Society . . . . . | 396,352.95   |
| From investment and trusts . . . . .                                   | 35,986.17    |
| From publication charges . . . . .                                     | 28,383.93    |

|  |              |              |
|--|--------------|--------------|
| From miscellaneous sources.....  | 1,924.44     |              |
| Total General Receipts.....  |              | \$621,594.49 |
| These funds were EXPENDED:   |              |              |
| For expenses of scientific journals of the Society....                   | \$477,059.10 |              |
| In subsidies to non-Society publications.....                            | 9,248.16     |              |
| To reprint back volumes of Mathematical Reviews.                         | 14,300.00    |              |
| To provide for overhead unrecoverable from Gov-<br>ernment agencies..... | 5,058.73     |              |
| To close out balances in funds of completed projects                     | 2,343.37     |              |
| Total General Expenses.....  |              | \$508,009.36 |
| Leaving an EXCESS OF INCOME OVER EXPENSES OF.....                        |              | \$113,585.13 |
| (Which was added to the General Fund)                                    |              |              |

*Summary of Scientific Journal Accounts*

|                           | <i>Income</i> | <i>Expenses</i> | <i>Deficit</i> |
|---------------------------|---------------|-----------------|----------------|
| Bulletin.....             | \$ 13,749.40  | \$ 28,308.66    | \$14,559.26    |
| Proceedings.....          | 10,392.24     | 42,174.75       | 31,782.51      |
| Notices.....              | 21,081.83     | 39,382.89       | 18,301.06      |
| Transactions.....         | 54,651.37     | 70,714.69       | 16,063.32      |
| Mathematical Reviews..... | 296,478.11    | 296,478.11      | -0-            |
| Total.....                | \$396,352.95  | \$477,059.10    | \$80,706.15    |

*Detail of Subsidies to Other Journals*

|                            |                   |
|----------------------------|-------------------|
| American Journal.....      | \$2,173.16        |
| Canadian Journal.....      | 1,100.00          |
| Pacific Journal.....       | 1,800.00          |
| Annals of Mathematics..... | 2,350.00          |
| Illinois Journal.....      | 1,200.00          |
| SIAM.....                  | 625.00            |
|                            | <u>\$9,248.16</u> |

Respectfully submitted,  
ALBERT E. MEDER, JR.  
TREASURER

December 31, 1962