

American Society of Ichthyologists
And Herpetologists

FINANCIAL STATEMENTS
and AUDITOR'S REPORT
December 31, 2015

Stephen W Cook



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
American Society of Ichthyologists and Herpetologists
Lawrence, Kansas

I have audited the accompanying financial statements of American Society of Ichthyologists and Herpetologists (the Society) (a nonprofit organization) which comprise the statements of financial position as of December 31, 2015 and 2014, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Society as of December 31, 2015 and 2014, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Supplementary and Other Information

My audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary schedules on pages 9 through 13 are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Stephen W Cook, CPA, PLLC

Stephen W Cook, CPA, PLLC
San Antonio, Texas
June 25, 2016

FINANCIAL STATEMENTS

AMERICAN SOCIETY OF ICHTHYOLOGISTS AND HERPETOLOGISTS

STATEMENT OF FINANCIAL POSITION

December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Assets		
Current Assets		
Cash and cash equivalents	\$ 460,221	\$ 506,970
Investments	964,993	869,398
Accounts receivable	62,159	60,674
Total Current Assets	<u>1,487,373</u>	<u>1,437,042</u>
Other Assets		
Prepaid expenses	18,277	1,000
Investments-permanently restricted endowments	132,000	132,000
Total Other Assets	<u>150,277</u>	<u>133,000</u>
Total Assets	<u>\$ 1,637,650</u>	<u>\$ 1,570,042</u>
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	\$ 95,932	\$ 37,933
Deferred revenue	73,590	28,695
Total Current Liabilities	<u>169,522</u>	<u>66,628</u>
Deferred Revenue-Lifetime Memberships	0	0
Total Liabilities	<u>169,522</u>	<u>66,628</u>
Net Assets		
Unrestricted	1,300,141	1,338,924
Temporarily restricted	35,987	32,490
Permanently restricted	132,000	132,000
Total Net Assets	<u>1,468,128</u>	<u>1,503,414</u>
Total Liabilities and Net Assets	<u>\$ 1,637,650</u>	<u>\$ 1,570,042</u>

The notes to the financial statements are an integral part of these statements

AMERICAN SOCIETY OF ICHTHYOLOGISTS AND HERPETOLOGISTS

STATEMENT OF ACTIVITY and CHANGE IN NET ASSETS

For the Years Ended December 31, 2015 and 2014

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>	
				<u>2015</u>	<u>2014</u>
Support and Revenues					
Program Services					
Annual meeting	\$	\$	\$	\$	53,951
Memberships-annual	53,065			53,065	116,180
Memberships-life		255		255	2,960
Subscriptions	27,552			27,552	69,405
Publications-BioOne	50,719			50,719	49,858
Publications-JSTOR	10,975			10,975	10,600
Publications-other	16,960			16,960	3,588
Miscellaneous	1,270			1,270	2,541
Total program services	160,541	255		160,796	309,083
Other comprehensive income					
Donations		6,028		6,028	6,216
Interest and dividends	100	115		215	17,577
Net realized gain/(loss)	18,731	21,524		40,255	
Net unrealized gain/(loss)	25,750	29,590		55,340	38,132
	44,581	57,257		101,838	61,925
	205,122	57,512		262,634	371,008
Net assets released from restriction satisfaction of purpose	54,015	(54,015)			
Total support and revenues	259,137	3,497		262,634	371,008
Expenses					
Program Services					
Annual meeting	16,264			16,264	41,620
Awards	35,201			35,201	25,386
Publications	163,087			163,087	116,190
Total program services	214,552			214,552	183,196
Management and General Expenses	83,368			83,368	90,283
Total Expenses	297,920			297,920	273,479
Increase (Decrease) in Net Assets	(38,783)	3,497		(35,286)	97,529
Net Assets, beginning of year	1,338,924	32,490	132,000	1,503,414	1,337,398
Prior period adjustments					68,487
Net Assets, end of year	\$ 1,300,141	\$ 35,987	\$ 132,000	\$ 1,468,128	\$ 1,503,414

The notes to the financial statements are an integral part of these statements

AMERICAN SOCIETY OF ICHTHYOLOGISTS AND HERPETOLOGISTS**STATEMENT OF CASH FLOWS**

For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Cash Flows from Operating Activities:		
Increase (decrease) in net assets	\$ (35,286)	\$ 97,529
Adjustments to reconcile increase in net assets to cash provided by operating activities:		
Change in accounts receivable	(1,485)	22,701
Change in accounts payable	57,999	(1,689)
Change in deferred revenues	44,895	(57,752)
Net cash provided (used) by operating activities	<u>66,123</u>	<u>60,789</u>
Cash Flows From Investing Activities		
Net realized and unrealized gains on investments	(95,595)	(233,559)
Change in prepaid expenses	<u>(17,277)</u>	6,600
Net cash flow provided (used) by investing activities	<u>(112,872)</u>	<u>(226,959)</u>
Cash Flows From Financing Activities		
Change in net assets	<u>0</u>	<u>68,487</u>
Net Increase (Decrease) in cash and cash equivalents	(46,749)	(97,683)
Cash and cash equivalents-beginning of period	506,970	604,653
Cash and cash equivalents-end of period	<u>\$ 460,221</u>	<u>\$ 506,970</u>

The notes to the financial statements are an integral part of these statements

SUPPLEMENTARY SCHEDULES

AMERICAN SOCIETY OF ICHTHYOLOGISTS AND HERPETOLOGISTS

SUPPLEMENTARY SCHEDULE - ONE

COMBINING SCHEDULE OF ACTIVITIES AND CHANGE IN NET ASSETS

For the Years Ended December 31, 2015 and 2014

	General Operating	Annual Meeting	Fitch	Gaige	General Endowment
Net Assets @ December 31, 2014	\$ 699,547	\$ 114,875	\$ 21,365	\$ 69,582	\$ 154,312
Support and Revenue					
Memberships, Subscriptions, Other	160,541				
Donations			305	205	985
Interest & dividends	100	16	3	10	22
Net gains(loss) on investments	18,731	3,076	572	1,863	4,132
Unrealized gains/(losses) on investments	25,750	4,228	786	2,561	5,680
Total support and revenue	205,122	7,321	1,667	4,639	10,819
Expenses					
Publications	163,087				
Other expenses	99,632				
Awards	0	0	1,161	6,115	0
Total expenses	262,719	0	1,161	6,115	0
Excess of Revenues/(Expenses)	(57,597)	7,321	506	(1,476)	10,819
Other changes					
Change in Net Assets	<u>(57,597)</u>	<u>7,321</u>	<u>506</u>	<u>(1,476)</u>	<u>10,819</u>
Net assets @ December 31, 2015	<u>641,950</u>	<u>122,196</u>	<u>21,871</u>	<u>68,106</u>	<u>165,131</u>
Unrestricted	641,950	122,196	21,871	68,106	165,131
Temporarily restricted					
Permanently restricted					
Net assets @ December 31, 2015	<u>\$ 641,950</u>	<u>\$ 122,196</u>	<u>\$ 21,871</u>	<u>\$ 68,106</u>	<u>\$ 165,131</u>

<u>Gibbs</u>	<u>Life Membership</u>	<u>Meritorius Teaching</u>	<u>Raney</u>	<u>Storer</u>	<u>Stoye</u>	<u>Student Travel</u>	<u>Total</u>
132,490	\$ 85,279	\$ 646.00	\$ 86,420	\$ 28,730	\$ 84,466	\$ 25,702	\$ 1,503,414
	255						160,796
135	0		110	45	120	4,123	6,028
19	12	0	12	4	12	4	215
3,548	2,283	17	2,314	769	2,262	688	40,255
4,877	3,139	24	3,181	1,058	3,109	946	55,340
<u>8,578</u>	<u>5,690</u>	<u>41</u>	<u>5,617</u>	<u>1,876</u>	<u>5,503</u>	<u>5,761</u>	<u>262,634</u>
							163,087
							99,632
5,081	0	0	5,967	619	1,858	14,400	35,201
<u>5,081</u>	<u>0</u>	<u>0</u>	<u>5,967</u>	<u>619</u>	<u>1,858</u>	<u>14,400</u>	<u>297,920</u>
3,497	5,690	41	(350)	1,257	3,645	(8,639)	(35,286)
<u>3,497</u>	<u>5,690</u>	<u>41</u>	<u>(350)</u>	<u>1,257</u>	<u>3,645</u>	<u>(8,639)</u>	<u>(35,286)</u>
<u>135,987</u>	<u>90,969</u>	<u>687</u>	<u>86,070</u>	<u>29,987</u>	<u>88,111</u>	<u>17,063</u>	<u>1,468,128</u>
	90,969	687	54,070	29,987	88,111	17,063	1,300,141
35,987							35,987
100,000			32,000				132,000
<u>135,987</u>	<u>90,969</u>	<u>687</u>	<u>86,070</u>	<u>29,987</u>	<u>88,111</u>	<u>17,063</u>	<u>1,468,128</u>

AMERICAN SOCIETY OF ICHTHYOLOGISTS AND HERPETOLOGISTS

SUPPLEMENTAL SCHEDULE - TWO

STATEMENT OF MUTUAL FUND INVESTMENTS

December 31, 2015

Mutual Fund	Original Purchase Date	Number of Shares	Original Cost	FMV at 12/31/2015	Unrealized Gain/(Loss)
Aberdeen Total Return Bond	10/13/11	3,845.247	\$ 52,011	\$ 49,950	\$ (2,061)
Advisors Inner Ci.	03/27/15	1,834.254	30,827	29,055	(1,772)
AF Europacific Growth Fund	09/04/12	628.043	25,647	28,419	2,772
AF Washington Mutual	03/27/15	1,554.367	63,050	59,703	(3,347)
AMG Funds, Managers Bond Fund	10/13/11	2,651.625	71,781	69,446	(2,335)
Cohen and Steers Realty Shares	10/13/11	290.631	18,140	20,495	2,355
Deutsche Secs Tr.	12/16/15	1,502.101	17,094	17,154	60
Dodge and Cox Stock Fund	10/13/11	347.922	44,426	56,631	12,205
Fidelity Advisor VIII Strategic Income	10/03/14	3,404.629	42,274	39,051	(3,223)
Goldman Sachs Financial Square Treasury	03/27/15	7,671.700	7,672	7,672	0
Goldman Sachs Strategic Income Fund	09/12/13	4,118.072	43,065	39,616	(3,449)
Invesco Global Real Estate	08/18/15	2,340.210	30,514	29,440	(1,074)
Investment Managers Trst Oak Ridge	10/13/11	765.576	26,254	26,818	564
JP Morgan Intrepid Value Fund	10/13/11	1,485.701	42,356	47,126	4,771
Metropolitan Est Fds Total Return	10/13/11	8,479.631	89,898	90,054	155
MFS Emerging Markets Debt Fund Class Y	10/13/11	2,149.016	33,094	29,592	(3,502)
Oppenheimer Senior Floating Rate Fund	10/13/11	8,816.794	55,288	48,669	(6,619)
RS Investment Trust Income Builder Fund	09/12/13	2,544.143	21,193	19,285	(1,909)
T Rowe Blue Chip	10/13/11	1,602.535	47,054	45,784	(1,270)
Thornburg Investment Trust-Value Fund	03/27/15	1,098.276	78,390	79,493	1,103
Virtus Emerging Markets Opportunity Fd	10/13/11	3,888.102	75,166	74,224	(942)
Wells Fargo Emerging Markets Equity Fd	10/13/11	2,143.695	20,835	19,208	(1,628)
Total Open End Funds	09/12/13	2,140.956	46,564	38,109	(8,455)
			<u>\$ 982,593</u>	<u>\$ 964,993</u>	<u>\$ (17,600)</u>

AMERICAN SOCIETY OF ICHTHYOLOGISTS AND HERPETOLOGISTS

SUPPLEMENTARY SCHEDULE - THREE

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Annual meeting:	\$ 16,264	\$ 41,620
Awards:		
Awards-Student Travel	14,400	6,400
Awards-Stoye	1,858	1,800
Awards-Gaige	6,115	5,000
Awards-Nelson	0	158
Awards-Storer	619	600
Awards-Raney	5,967	4,998
Awards-Fitch	1,161	1,080
Awards-Gibbs	5,081	5,080
Awards-Johnson	0	80
Awards-Meritorious Teaching	0	190
	<u>35,201</u>	<u>25,386</u>
Publications:		
Publications-Copeia-Allen	3,809	32,183
Publications-Copeia-Editorial	32,747	11,044
Publications-Copeia-Electronic	84,007	67,260
Publications-Copeia-Printed	42,524	5,703
	<u>163,087</u>	<u>116,190</u>
Management and General Expenses:		
Allen Press Expenses:		
Allen Press-Management Fee	29,771	34,303
Allen Press-Warehouse Fee	2,004	2,799
Allen Press-Marketing	1,623	4,052
Allen Press-Electronic Site	4,161	2,526
Audit	8,500	8,500
Bank Fees	2,620	2,828
Donations	1,000	0
Dues and Subscriptions	3,450	8,320
Secretary's Office Expense	26,563	24,363
Treasurer's Office Expense	1,645	68
Web Site	1,920	2,524
Miscellaneous	111	0
	<u>83,368</u>	<u>90,283</u>
	<u>\$ 297,920</u>	<u>\$ 273,479</u>

AMERICAN SOCIETY OF ICHTHYOLOGISTS AND HERPETOLOGISTS

SUPPLEMENTAL SCHEDULE - FOUR

STATEMENT OF CASH, CASH EQUIVALENTS AND INVESTMENTS

December 31, 2015 and 2014

	General Operating	Annual Meeting	Fitch	Gaige	General Endowment	Gibbs	Life Member	Merit Teach	Raney	Storer	Stoye	Student Travel	Total
Cash and Cash Equivalents													
US Bank	\$ 52,147	\$ 8,563	\$ 1,593	\$ 5,187	\$ 11,503	\$ 9,876	\$ 6,357	\$ 48	\$ 6,442	\$ 2,142	\$ 6,296	\$ 1,916	\$ 112,070
Wells Fargo	54,976	9,028	1,679	5,468	12,127	10,412	6,702	51	6,792	2,258	6,638	2,020	118,151
Wells Fargo	107,020	17,574	3,269	10,645	23,607	20,269	13,046	99	13,221	4,395	12,922	3,932	230,000
	214,143	35,165	6,540	21,300	47,238	40,557	26,105	198	26,455	8,795	25,857	7,868	460,221
WF- Investment													
Investments	449,017	73,735	13,714	44,662	99,048	85,041	54,738	415	55,470	18,441	54,216	16,497	964,993
Restricted	449,017	73,735	13,714	44,662	99,048	132,000	54,738	415	55,470	18,441	54,216	16,497	1,096,993
	\$ 663,160	\$ 108,900	\$ 20,254	\$ 65,963	\$ 146,285	\$ 257,599	\$ 80,843	\$ 612	\$ 81,925	\$ 27,236	\$ 80,073	\$ 24,365	\$ 1,557,214

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – ORGANIZATION

The American Society of Ichthyologists and Herpetologists (the Society) is organized as a non-profit corporation for the purposes of increasing “knowledge of all kinds concerning fish (ichthyology), and reptile and amphibians (herpetology).” The society’s main sources of income are member dues, subscription revenue from the society’s quarterly journal, *Copeia*, revenue sharing from virtual sources of the *Copeia*, and donations.

The major programs of the Society are the publication of the quarterly journal, *Copeia*, the publication of books on ichthyology and herpetology, the recognition of achievements in these fields through annual awards and presentation of invited and contributed talks and posters at the annual meeting by the membership.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Date of Management’s Review

Subsequent events were evaluated through June 25, 2016, which is the date of the financial statements.

B. Basis of Presentation and Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting. The Corporation’s activities and net assets are classified in the financial statements as unrestricted, temporarily restricted, or permanently restricted based on the existence or absence of donor imposed restrictions. These classifications are described as follows:

Unrestricted – those resources over which the board of directors has discretionary control. Board designated amounts represent those revenues which the board has set aside for a particular purpose.

Temporarily Restricted – Those resources subject to donor imposed restriction which will be satisfied by action of the Organization or passage of time.

Permanently Restricted – Those resources subject to a donor imposed restriction that they be maintained permanently by the Organization.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expirations of temporary restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increase or decrease in unrestricted net assets unless their use is restricted by explicit donor stipulations or by law.

C. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Corporation considers all highly liquid investments with an initial maturity of three months or less to be a cash equivalent.

D. Investments

Investments consist of mutual funds instruments. The investments are carried at fair market value based on quoted market prices in active markets for identical assets. Realized and unrealized gains and losses are included in the accompanying statement of activities.

E. Accounts Receivable

All receivables are reported at their gross value. The Corporation uses the direct write-off method to account for bad debt. No allowance for bad debt is used. Estimated unbilled revenues for membership fees have not been recognized as of the end of the year as they are considered immaterial at December 31, 2015, the amount was \$62,159.

F. Deferred Revenue

Transactions that are categorized as exchange in nature may be recorded as deferred revenue. These exchange transactions will be recognized as revenue in the succeeding year when the services are provided.

G. Program Income and Expenses

The society considers the production costs and resulting sales income related to book publications to be program expense and revenue, respectively. The Society has not assigned a value to ending publication inventory due to the relatively short life of these publications and the uncertainty of future sales. As a result, publication revenues and expenses are recorded in the year earned or incurred, respectively.

H. Functional Allocation of Expenses

Expenses are specifically allocated to the various programs and supporting services whenever practical. When this is impractical, allocations are made on the basis of time and expense reports, space utilization or the best estimates of management.

I. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

J. Income Taxes

The Society is a non-profit organization that is exempt from income taxes under Section 501 (C) (3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. However, income from certain activities not directly related to the Society's tax exempt purpose is subject to federal income tax as unrelated business income. Management has determined that the Society has no current obligations for unrelated business income tax. Accordingly, no provisions for federal income taxes are required. All filings with the Internal Revenue Service are current.

NOTE 3 – CASH, TEMPORARY INVESTMENTS and INVESTMENTS

Cash and temporary investments consist of checking, and money market accounts. The Society's cash and temporary investments are partially protected by the Federal Deposit Insurance (FDIC). Investments consist primarily of mutual funds.

All cash, temporary investments and investments are stated at fair market value as of the last day of the fiscal year. See the Supplementary Schedule Four for detail. A summary of fair market value is as follows:

Institution	Type	Cost	Fair Market Value
Cash and Equivalents:			
U S Bank	Checking	\$ 112,070	\$ 112,070
Wells Fargo	Checking	118,151	118,151
Wells Fargo	Money Market	230,000	230,000
		<u>460,221</u>	<u>460,221</u>
Investments:			
Wells Fargo Investment Account	Investment	982,593	964,993
Wells Fargo Investment Account	Restricted	132,000	132,000
		<u>1,114,593</u>	<u>1,096,993</u>
		<u>\$ 1,574,814</u>	<u>\$ 1,557,214</u>

NOTE 4 – PERMANENTLY RESTRICTED NET ASSETS

Endowment Funds

The Society has two named endowment funds that represent gifts and bequests that have been accepted with the donor stipulation that the principal be maintained intact in perpetuity or a specified period. Incomes from these assets are restricted to provide scholarships and honorariums as detailed below. These funds are recognized as restricted net assets.

The Robert H. Gibbs, Jr. Memorial Award:

The Gibbs Endowment presents an annual award for an outstanding body of published work in systematic ichthyology to citizens of a western Hemisphere nation.

The Edward C. Raney Award:

The Raney Endowment funds an award for ichthyology. The award provides support for young student ichthyologists for museum or laboratory study, travel, fieldwork, or any other activity that will effectively enhance their professional careers and their contributions to the science of ichthyology.

Funds With Deficiencies

From time to time the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or Uniform Prudent Management of Institutional funds act requires the society to retain as a fund of perpetual duration. The deficiencies usually result from unfavorable market fluctuations. The society's Endowment and Financial Committee is authorized to transfer the necessary funds as needed, from unrestricted net assets to restore the endowments to their stipulated value.

Objective and Risk Parameters

The society has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Society must hold in perpetuity. Under this policy as approved by the Board of Governors, the endowment assets are invested in a manner that is intended to produce results that approximate a yield of 5% per year, while assuming a moderate level of investment risk. Actual returns in any given year may vary from this amount.

Strategies Employed for achieving Objectives

To satisfy its long-term objectives, the Society relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividend). The society targets a diversified asset allocation that places equal emphasis on equity based on income investments to achieve its long-term objectives within prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Society has a policy of appropriating for distribution each year 5% or less of the endowment funds' average fair value for the awards described above. Accordingly the society expects the current spending policy to allow its endowments to remain stable on an annual basis. This is consistent with the Society's objectives to maintain the purchasing power of the endowment assets held in perpetuity as well as provide adequate funding for annual awards.

NOTE 5 – CONTRIBUTED SERVICES

A substantial number of unpaid volunteers have made significant contributions of their time and support of the Society program services. The value of this contributed time is not reflected in the accompanying financial statements because the criteria for recognition have not been satisfied.

NOTE 6 – SUBSEQUENT EVENTS

Subsequent events have been evaluated through the date of this report. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.

NOTE 7 – RELATED PARTY TRANSACTIONS

There were no related party transactions that were material to the financial statements during the fiscal year.

NOTE 8 – PRIOR PERIOD ADJUSTMENTS

A onetime adjustment to the financial statements to comply with *Financial Accounting Standard 116* (FAS 116) by the Financial Accounting Standards Board in the amount of \$68,487 was made to the appropriate fund balance.

Funds coming into a non-profit organization take two forms. The first form is considered an "exchange transaction." Exchange transactions are defined as providing a service for a fee. In the case of ASIH, selling copies of the *Copeia* would be considered an exchange transaction. Exchange transactions are treated as a normal transaction under FAS 116. Revenues are recognized when the service is provided.

Contributions (memberships) are the second form of revenue for non-profits. These are defined as being an unconditional, nonreciprocal transfer of assets. Contributions are to be recorded immediately as income even though the contribution may have had donor restrictions that have not been met. The FASB made this ruling because they concluded that any restrictions only limit the use of the funds but do not result in any liabilities. Therefore, the amounts should be recognized as income currently even though the related expenditure that satisfies the restriction may not be made until a future period.

NOTE 9 – LIFE MEMBERSHIPS

In the past, life memberships were recognized over their estimated life. Compliance with FAS 116 eliminates this annual income recognition. Life memberships are recognized when received. (See Note 8)

NOTE 10—OFFICERS AND OTHER INFORMATION

Name	Position
Officer and Executive Committee:	
Larry G. Allen	President
Maureen A. Donnelly	President Elect/Sec.
H. Brad Shaffer	Past President
William J. Mathews	Prior Past President
F. Douglas Martin	Treasurer
Christopher Beachy	Editor

Executive Committee Only:

Frederick Zaidan	Chair of LRPP
Michael Retzer	Chair of ENFC

Copia Staff (Partial)

Christopher Beachy	Editor
Kathleen Smith	Production Editor
William L. Smith	Figure Editor

Historians:

David Smith
Joseph Mitchell

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