

NEWS OF THE ASSOCIATION

BALANCE SHEET for the years ended 31 December 1985 and 1984

ASSETS		
	1985	1984
Current Assets:		
Cash	\$ 114,055	\$ 49,766
Accounts receivable	1,895	2,433
Prepaid expenses	<u>1,856</u>	<u>963</u>
Total Current Assets	<u>117,806</u>	<u>53,162</u>
Office Equipment	17,888	14,508
Less Accumulated Depreciation	<u>13,677</u>	<u>8,266</u>
Net Office Equipment	<u>4,211</u>	<u>6,242</u>
	<u>\$ 122,017</u>	<u>\$ 59,404</u>

LIABILITIES AND FUND BALANCE		
Current Liabilities:		
Accounts payable	\$ 10,922	\$ 2,024
Prepaid dues	3,290	1,988
Unmatched grant funds	<u>18,859</u>	<u>....</u>
Total current liabilities	33,071	4,012
Fund Balance	<u>88,946</u>	<u>55,392</u>
	<u>\$ 122,017</u>	<u>\$ 59,404</u>

STATEMENTS OF REVENUES, EXPENSES, AND FUND BALANCE for the years ended 31 December 1985 and 1984

	1985	1984
Revenues:	<u>\$ 175,210</u>	<u>\$ 121,870</u>
Expenses:		
Publication costs,		
Cambridge University Press	36,421	33,797
Other publication and distribution costs	13,431	7,800
Other awards and grants	1,750	1,400
Donated service	34,194	27,512
Professional services	<u>6,360</u>	<u>4,500</u>
<i>Carried forward</i>	92,156	45,009

	1985	1984
<i>Brought forward</i>	92,156	45,009
Other fees and honoraria	16,020	12,834
Program committee and board meetings	8,743	10,071
Election expenses	778	1,080
Fund raising expenses	3,052	668
Office supplies and expense	4,808	2,653
Postage	5,538	2,862
Telephone	3,911	1,910
Computer expense	801	2,002
Depreciation	5,411	4,355
Interest	....	81
Miscellaneous expenses	438	212
Total expenses	<u>141,656</u>	<u>113,737</u>
Excess of revenues over expenses	33,554	8,133
Fund balance, beginning of year	<u>55,392</u>	<u>47,259</u>
Fund balance, end of year	<u>\$ 88,946</u>	<u>\$ 55,392</u>

STATEMENT OF CHANGES IN FINANCIAL POSITION
for the years ended 31 December 1985 and 1984

	1985	1984
Cash provided:		
Excess of revenues over expenses	\$ 33,554	\$ 8,133
Items not requiring the outlay of funds:		
Depreciation	<u>5,411</u>	<u>4,355</u>
Funds provided from operations	38,965	12,488
Decrease in accounts receivable	538	4,177
Increase in accounts payable	8,898	....
Increase in unmatched grant funds	18,859	....
Increase in prepaid dues	<u>1,302</u>	<u>....</u>
	68,562	16,665
Cash expended:		
Increase in prepaid expenses	893	209
Office equipment purchases	3,380	1,469
Payments on installment contract	....	442
Decrease in accounts payable	....	722
Decrease in prepaid dues	....	7
	<u>4,273</u>	<u>2,849</u>
Increase in cash	64,289	13,816
Cash, beginning of year	49,766	35,950
Cash, end of year	<u>\$ 114,055</u>	<u>\$ 49,766</u>

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES. *Basis of presentation.* The accompanying financial statements have been prepared on the accrual basis of accounting and in accordance with the standards of accounting and financial reporting under the *AICPA Audit Guide, Audits of Certain Nonprofit Organizations*.

Office equipment is carried at cost. Depreciation is computed using the straight-line method based on the estimated useful lives of three and five years.

Revenues. Membership dues and grants are recognized as revenue in the applicable membership and grant period.

Donated services consists of wages and benefits for employees working for MESA but paid by the University of Arizona. Office space is also provided, however, a value has not been determined.

2. ORGANIZATION. The Middle East Studies Association of North America (MESA) was organized in 1966 by a group of American and Canadian scholars to promote high standards of scholarship and instruction in Middle East studies, to facilitate communication among scholars through meetings and publications, and to foster cooperation among persons and organizations concerned with the scholarly study of the Middle East. Membership includes subscriptions to the *International Journal of Middle East Studies*, the *MESA Bulletin*, and the *Newsletter*.

MESA obtained an exemption from income tax under the Internal Revenue Code Section 501 (c)(3) and as such is exempt from Federal and State income tax.

3. UNMATCHED GRANT FUNDS. MESA was awarded a National Endowment for the Humanities Challenge Grant in December 1984. To earn one dollar from the grant MESA must receive three dollars of qualified outside funds. The balance of unmatched grant funds represent amounts received from the NEH for which matching funds have not yet been received. Should MESA fail to meet the matching requirements during the grant period, any unmatched funds must be returned to the NEH.

4. ANNUAL MEETING. Each year a university sponsors the annual meeting hosted by MESA for the benefit of the members. Customarily MESA receives any excess of revenues over expenses which are generated by the meeting.

5. COMMITMENTS AND AGREEMENTS. MESA has an agreement with the Syndics of the Press of Cambridge University (Syndics) to publish and distribute the *International Journal of Middle East Studies* and the *MESA Bulletin* to each member. Annually an allocable dollar amount of membership dues are paid to Syndics to cover the cost of the subscription.

SUPPLEMENTARY INFORMATION

STATEMENTS OF REVENUES

for the years ended 31 December 1985 and 1984

	1985	1984
Membership dues – individual	\$ 55,990	\$ 53,629
Membership dues – institutional	11,000	8,500
Member contributions	7,547	2,511
Corporate and Foundation contributions	12,164	5,500
National Endowment for the Humanities Challenge Grant	18,641	....
Donated services, University of Arizona	34,194	27,512
Annual meeting	26,465	15,129
Publications sales	1,523	1,192
Mailing list sales	2,500	3,345
Advertising income	925	1,177
Interest income	4,261	3,375
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Total revenues	\$ 175,210	\$ 121,870