

CONFERENCE BOARD OF THE
MATHEMATICAL SCIENCES, INC.
FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2019, 2018 AND 2017
AND
INDEPENDENT AUDITOR'S REPORT

FRANKLIN & FRANKLIN, PA
CERTIFIED PUBLIC ACCOUNTANTS

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CONFERENCE BOARD OF THE MATHEMATICAL SCIENCES, INC.
SEPTEMBER 30, 2019, 2018 AND 2017

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FRANKLIN & FRANKLIN, PA

CERTIFIED PUBLIC ACCOUNTANTS
INDEPENDENT AUDITOR'S REPORT

Board of Directors
Conference Board of the Mathematical Sciences, Inc.
Saint Paul, MN

We have audited the accompanying financial statements of Conference Board of the Mathematical Sciences, Inc., (a nonprofit organization), which comprise the statements of financial position as of September 30, 2019, 2018 and 2017, and the related statements of activities, functional expenses and cash flows for the years 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 the 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

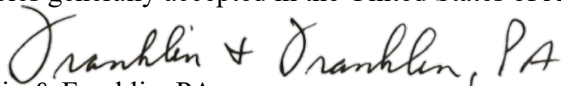
Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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, we 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Conference Board of the Mathematical Sciences, Inc. as of September 30, 2019, 2018 and 2017, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.


Franklin & Franklin, PA
Matthews, North Carolina
October 24, 2019

CONFERENCE BOARD OF THE MATHEMATICAL SCIENCES, INC.

STATEMENTS OF FINANCIAL POSITION

SEPTEMBER 30, 2019, 2018 AND 2017

	September 30, 2019	September 30, 2018	September 30, 2017
ASSETS:			
CURRENT ASSETS:			
Cash and cash equivalents - without donor restrictions	\$ 57,739	\$ 16,828	\$ 14,498
Cash and cash equivalents - with donor restrictions	59,771	38,762	-
Accounts receivable (allowance for doubtful accounts \$-0-)	25,353	29,850	35,648
Investments	115,778	110,536	91,797
	<u>258,641</u>	<u>195,976</u>	<u>141,943</u>
OTHER ASSETS - Investments	<u>30,494</u>	<u>28,652</u>	<u>44,085</u>
TOTAL ASSETS	<u><u>\$ 289,135</u></u>	<u><u>\$ 224,628</u></u>	<u><u>\$ 186,028</u></u>
LIABILITIES AND NET ASSETS:			
CURRENT LIABILITIES			
Accounts payable	\$ -	\$ 5,235	\$ 1,547
Deferred revenue	-	-	-
	<u>-</u>	<u>5,235</u>	<u>1,547</u>
NET ASSETS:			
Net assets without donor restrictions	229,364	180,631	184,481
Net assets with donor restrictions	<u>59,771</u>	<u>38,762</u>	<u>-</u>
TOTAL NET ASSETS	<u>289,135</u>	<u>219,393</u>	<u>184,481</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 289,135</u></u>	<u><u>\$ 224,628</u></u>	<u><u>\$ 186,028</u></u>

CONFERENCE BOARD OF THE MATHEMATICAL SCIENCES, INC.

STATEMENTS OF ACTIVITIES YEARS ENDED SEPTEMBER 30, 2019, 2018 AND 2017

	Year Ended September 30, 2019	Year Ended September 30, 2018	Year Ended September 30, 2017
CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS:			
REVENUE AND SUPPORT			
Membership dues	\$ 67,950	\$ 67,675	\$ 67,900
Other income - royalties	6,842	601	2,000
Investment income	5,547	3,330	6,497
	80,339	71,606	76,397
Net assets released from restrictions	387,841	70,488	76,455
TOTAL REVENUE AND SUPPORT WITHOUT DONOR RESTRICTIONS	468,180	142,094	152,852
 EXPENSES:			
Program Services:			
Forums and Conferences	382,233	65,250	80,266
Membership Services	27,200	62,336	59,873
	409,433	127,586	140,139
Supporting Services:			
General and Administrative	10,014	18,358	12,068
Fundraising expense	-	-	-
	-	-	-
TOTAL EXPENSES	419,447	145,944	152,207
CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	48,733	(3,850)	645
CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS			
Grants received - National Science Foundation	174,830	62,250	76,455
Grants received - Other	234,020	47,000	-
Net assets released from restrictions	(387,841)	(70,488)	(76,455)
	21,009	38,762	-
CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS	21,009	38,762	-
CHANGE IN NET ASSETS	69,742	34,912	645
NET ASSETS, BEGINNING OF YEAR	219,393	184,481	183,836
NET ASSETS, END OF YEAR	\$ 289,135	\$ 219,393	\$ 184,481

CONFERENCE BOARD OF THE MATHEMATICAL SCIENCES, INC.

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED SEPTEMBER 30, 2019

	Program Services		Supporting Services	Total
	Forums and Conferences	Membership Services	General and Administrative	
Salaries and fringe benefits	\$ 109,089	\$ 12,999	\$ 6,214	\$ 128,302
Postage and shipping	1,128	211	11	1,350
Supplies	32,309	2,253	115	34,677
Website development	-	556	-	556
Internet	-	1,314	67	1,381
Quickbooks license	-	614	31	645
Bank charges	197	-	78	275
Accounting fees	-	-	2,810	2,810
Insurance	-	-	688	688
Stipends	50,000	-	-	50,000
Travel and food	171,491	26,972	-	198,463
Charitable contributions	-	300	-	300
Total direct expenses	<u>364,214</u>	<u>45,219</u>	<u>10,014</u>	<u>419,447</u>
Allocation of indirect costs	<u>18,019</u>	<u>(18,019)</u>	<u>-</u>	<u>-</u>
Total functional expenses	<u>\$ 382,233</u>	<u>\$ 27,200</u>	<u>\$ 10,014</u>	<u>\$ 419,447</u>

CONFERENCE BOARD OF THE MATHEMATICAL SCIENCES, INC.

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED SEPTEMBER 30, 2018

	Program Services		Supporting Services	Total
	Forums and Conferences	Membership Services	General and Administrative	
Salaries and fringe benefits	\$ 8,333	\$ 29,344	\$ 16,573	\$ 54,250
Postage and shipping	-	320	141	461
Supplies	-	1,707	751	2,458
Website development	-	380	-	380
Accounting fees	-	-	3,810	3,810
Stipends	51,000	-	-	51,000
Travel	-	30,585	-	30,585
Charitable contributions	3,000	-	-	3,000
Total direct expenses	<u>62,333</u>	<u>62,336</u>	<u>21,275</u>	<u>145,944</u>
Allocation of indirect costs	<u>2,917</u>	<u>-</u>	<u>(2,917)</u>	<u>-</u>
Total functional expenses	<u>\$ 65,250</u>	<u>\$ 62,336</u>	<u>\$ 18,358</u>	<u>\$ 145,944</u>

CONFERENCE BOARD OF THE MATHEMATICAL SCIENCES, INC.

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED SEPTEMBER 30, 2017

	Program Services		Supporting Services	Total
	Forums and Conferences	Membership Services	General and Administrative	
Salaries and fringe benefits	\$ 26,990	\$ 22,252	\$ 13,787	\$ 63,029
Postage	1,673	-	227	1,900
Supplies	2,156	4,312	1,207	7,675
Management fees	-	2,416	676	3,092
Website development	-	5,336	-	5,336
Accounting fees	-	-	5,500	5,500
Bank charges	-	-	118	118
Stipends	37,000	-	-	37,000
Charitable contributions	3,000	-	-	3,000
Research advisory group	-	288	-	288
Travel	-	24,949	-	24,949
Dues and subscriptions	-	320	-	320
Total direct expenses	<u>70,819</u>	<u>59,873</u>	<u>21,515</u>	<u>152,207</u>
Allocation of indirect costs	<u>9,447</u>	<u>-</u>	<u>(9,447)</u>	<u>-</u>
Total functional expenses	<u>\$ 80,266</u>	<u>\$ 59,873</u>	<u>\$ 12,068</u>	<u>\$ 152,207</u>

CONFERENCE BOARD OF THE MATHEMATICAL SCIENCES, INC.STATEMENTS OF CASH FLOW
YEARS ENDED SEPTEMBER 30, 2019, 2018 AND 2017

	Year Ended September 30, 2019	Year Ended September 30, 2018	Year Ended September 30, 2017
CASH FLOWS FROM OPERATING ACTIVITIES			
Change in net assets	\$ 69,742	\$ 34,912	\$ 645
Adjustments to reconcile to Net Cash provided by operating activities:			
Changes in:			
Accounts receivable	4,497	5,798	(24,132)
Accounts payable	(5,235)	3,688	1,547
NET CASH PROVIDED BY OPERATING ACTIVITIES	69,004	44,398	(21,940)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Changes in investments	(7,084)	(3,306)	(6,483)
CASH FLOWS FROM FINANCING ACTIVITIES	-	-	-
NET CHANGE IN CASH AND CASH EQUIVALENTS	61,920	41,092	(28,423)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	55,590	14,498	42,921
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 117,510</u>	<u>\$ 55,590</u>	<u>\$ 14,498</u>

No interest or taxes were paid in 2019, 2018 or 2017.

CONFERENCE BOARD OF THE MATHEMATICAL SCIENCES, INC.

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2019, 2018, AND 2017

1. ORGANIZATION AND PURPOSE:

Conference Board of the Mathematical Sciences, Inc. (CBMS) is an umbrella organization consisting of eighteen professional societies all of which have as one of their primary objectives the increase or diffusion of knowledge in one or more of the mathematical sciences. Its purpose is to promote understanding and cooperation among these national organizations so that they work together and support each other in their efforts to promote research, improve education, and expand the uses of mathematics. It receives its support from membership fees and grants.

CBMS is exempt from taxes as an organization described in Section 501(c)(3) of the Internal Revenue Code.

2. SIGNIFICANT ACCOUNTING POLICIES:

Basis of Accounting

CBMS's policy is to prepare its financial statements using the accrual basis of accounting as required by generally accepted accounting principles, whereby revenue is recognized when it is earned and expenses are recognized when they are incurred. Grants and membership fees are received and used for the general use of the organization and are recorded when received.

Financial Statement Presentation

Under Statement of Financial Accounting Standards Board Topic ASC Topic 958, formerly (SFAS) No. 117, *Financial Statements of Not-for Profit Organizations*, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Cash and Cash Equivalents

CBMS considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents are carried at cost which approximates fair value. Cash and cash equivalents did not exceed FDIC limits at September 30, 2019, 2018 or 2017.

Accounts Receivable

Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts if necessary, of grants receivable.

Investments

Investments are comprised of mutual funds at September 30, 2019, 2018 and 2017, either short-term or long-term and are reflected at fair market value.

CONFERENCE BOARD OF THE MATHEMATICAL SCIENCES, INC.

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2019, 2018, AND 2017

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Donated Services and Merchandise

CBMS receives volunteer services which are not reflected as revenue as the value is not determinable.

Cost Allocation

The cost of providing various programs and activities has been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited on estimates made by the CBMS's management.

3. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

	Year ended September 30,		
	<u>2019</u>	<u>2018</u>	<u>2017</u>
Financial assets, at year end	\$258,641	\$195,976	\$141,943
Less those unavailable for general expenditures within one year, due to:			
Subject to appropriation and satisfaction of donor restrictions	<u>_(59,771)</u>	<u>_(38,672)</u>	<u>____(-0-)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$198,870</u>	<u>\$157,304</u>	<u>\$141,943</u>

CBMS has \$198,870 of financial assets available within one year of the statement of financial position date to meet cash needs for general operating expenditures, consisting of cash of \$57,739, receivables of \$25,353 and short-term investments of \$115,778.

4. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of other events specified by the donors.

CONFERENCE BOARD OF THE MATHEMATICAL SCIENCES, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019, 2018, AND 2017

5. SUBSEQUENT EVENTS ANALYSIS

CBMS has evaluated subsequent events through October 24, 2019, the date the auditor's report was available for release. During this period, no material recognizable subsequent events were identified.