

7-31-1975

The National News Council, Inc. Financial Statements

The National News Council, Inc.

Follow this and additional works at: <http://repository.uchastings.edu/nnc>

Recommended Citation

The National News Council, Inc., *The National News Council, Inc. Financial Statements* (1975).
Available at: <http://repository.uchastings.edu/nnc/205>

This Article is brought to you for free and open access by the Judicial Ethics and the National News Council at UC Hastings Scholarship Repository. It has been accepted for inclusion in Formation of the National News Council by an authorized administrator of UC Hastings Scholarship Repository. For more information, please contact marcusc@uchastings.edu.

THE NATIONAL NEWS COUNCIL, INC.

Financial Statements

July 31, 1975

(With Accountants' Report Thereon)



Peat, Marwick, Mitchell & Co.

PEAT, MARWICK, MITCHELL & Co.

CERTIFIED PUBLIC ACCOUNTANTS

345 PARK AVENUE

NEW YORK, NEW YORK 10022

The Board of Directors
The National News Council, Inc.:

We have examined the balance sheet of The National News Council, Inc. as of July 31, 1975, and the related statement of support, revenue and expenses and changes in fund balances for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

The Council does not record expenses by functional classifications as is required by generally accepted accounting principles.

In our opinion, except for the absence of adequate disclosure of functional classifications of expenses as set forth in the preceding paragraph, the aforementioned financial statements present fairly the financial position of The National News Council, Inc. at July 31, 1975, and the results of its operations and changes in fund balances for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding period.

Peat, Marwick, Mitchell & Co.

November 21, 1975

THE NATIONAL NEWS COUNCIL, INC.

Balance Sheet

July 31, 1975

Assets

Liabilities and Fund Balances

CURRENT FUNDS

Unrestricted

Cash
Due from current restricted fund
Advances
Investment, at cost (which approximates market)
Pledges receivable

\$ 15,240.93
1,509.45
474.99
24,578.12
210,000.00
\$ 251,803.49

Accounts payable and accrued expenses
Deferred public support
Fund balance

\$ 4,146.11
210,000.00
37,657.38

\$ 251,803.49

Restricted

Assets held by agent

7,795.78
7,795.78
\$ 7,795.78

Due to current unrestricted fund
Fund balance

1,509.45
6,286.33
\$ 7,795.78

EQUIPMENT FUND

Furniture and equipment, at cost
Less accumulated depreciation

13,097.82
3,010.91
\$ 10,086.91

Non-interest bearing loan payable
Fund balance - expended

3,252.75
6,834.16
\$ 10,086.91

Notes:

(1) Summary of Significant Accounting Policies

The financial statements of the Council have been prepared on the accrual basis of accounting and include all material receivables, liabilities and deferred public support.

In order to ensure observance of limitations and restrictions placed on the use of the available resources, the accounts and financial activities are classified for accounting and reporting purposes into fund groups. Externally restricted funds may only be utilized in accordance with the purposes established by the source of such funds and are in contrast with unrestricted funds, over which the governing board retains full control to use in achieving its purposes.

Furniture and equipment acquisitions financed by current funds are reflected as transfers and are capitalized in the equipment fund. Depreciation is provided on a straight-line method over the estimated useful lives of the assets by charges to the equipment fund, with such provisions reflected in total program and supporting services expenses.

(2) In-kind Contributions

In-kind contributions received by the Council relating to professional services have been included in the accompanying financial statements on the basis of valuations determined by management.

THE NATIONAL NEWS COUNCIL, INC.

Statement of Support, Revenue and Expenses
and Changes in Fund Balances

Year ended July 31, 1975

	<u>Current funds</u>		<u>Equip-</u>	<u>Total</u>
	<u>Unrestricted</u>	<u>Restricted</u>	<u>ment</u>	<u>all</u>
			<u>fund</u>	<u>funds</u>
Public support and revenue:				
Public support - contributions:				
Foundations and others	\$ 193,080.00	-	-	193,080.00
In-kind (note 2)	20,834.00	-	-	20,834.00
Investment income	<u>3,890.95</u>	<u>463.38</u>	<u>-</u>	<u>4,354.37</u>
Total public support and revenue	<u>217,804.95</u>	<u>463.38</u>	<u>-</u>	<u>218,268.37</u>
Program and supporting services expenses:				
Staff salaries and stipends	106,029.92	2,426.00	-	108,455.92
Staff benefits	11,025.68	-	-	11,025.68
Honoraria	31,000.00	-	-	31,000.00
Professional fees	29,790.10	-	-	29,790.10
Occupancy	27,264.26	-	-	27,264.26
Telephone	6,389.13	-	-	6,389.13
Printing, postage and materials	2,258.48	-	-	2,258.48
Office and library supplies	6,116.96	-	-	6,116.96
Audio/visual	2,522.35	-	-	2,522.35
Publicity	3,334.91	-	-	3,334.91
Travel and meetings	21,030.02	-	-	21,030.02
Insurance	554.00	-	-	554.00
Equipment rentals	6,445.57	-	-	6,445.57
Miscellaneous	3,043.26	809.33	-	3,852.59
Depreciation	<u>-</u>	<u>-</u>	<u>1,523.95</u>	<u>1,523.95</u>
Total program and supporting services expenses	<u>256,804.64</u>	<u>3,235.33</u>	<u>1,523.95</u>	<u>261,563.92</u>
Excess of program and supporting services expenses over public support and revenue	(38,999.69)	(2,771.95)	(1,523.95)	
Other changes:				
Loan amortization	(2,000.00)	-	2,000.00	
Furniture and equipment acquisi- tions	<u>(185.00)</u>	<u>-</u>	<u>185.00</u>	
Net increase (decrease) in fund balances	(41,184.69)	(2,771.95)	661.05	
Fund balances at beginning of year	<u>78,842.07</u>	<u>9,058.28</u>	<u>6,173.11</u>	
Fund balances at end of year	\$ <u>37,657.38</u>	<u>6,286.33</u>	<u>6,834.16</u>	

See notes on accompanying balance sheet.