

AMERICAN PHILOLOGICAL ASSOCIATION

FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITOR'S REPORT

JUNE 30, 2003 AND 2002

AMERICAN PHILOLOGICAL ASSOCIATION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
the American Philological Association:

We have audited the accompanying statements of financial position of the American Philological Association as of June 30, 2003 and 2002, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of the Association's management. 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 audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the American Philological Association as of June 30, 2003 and 2002 and changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Brooks, McGinnis & Company, LLC

Atlanta, Georgia
February 10, 2004

AMERICAN PHILOLOGICAL ASSOCIATION
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2003 AND 2002

	2003	2002
ASSETS		
Cash and cash equivalents	\$ 57,761	\$ 48,004
Accounts receivable	32,470	63,716
Due from the Archeological Institute of America	6,424	1,866
Prepaid expenses, deposits and advances	41,448	38,236
Grants receivable	179,000	183,548
Inventory	21,521	27,510
Marketable securities	3,188,627	3,057,185
Equipment, net of accumulated depreciation of \$13,230 and \$9,182	5,099	9,147
Total assets	\$ 3,532,350	\$ 3,429,212
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable	\$ 50,379	\$ 24,449
Honoraria payable - Classical Atlas Project	66,134	-
Accounts payable - University of Pennsylvania	13,095	6,133
Accounts payable - University of Cincinnati	8,821	-
Accrued vacation payable	13,416	11,177
Deferred revenue	94,962	81,340
Total liabilities	246,807	123,099
Commitments and contingencies		
Net assets:		
Unrestricted:		
Available for (deficit from) operations	(33,132)	6,290
Expended on equipment, net	5,099	9,147
Expended on inventory for resale	21,521	27,510
Designated for investment	1,737,297	1,660,599
Total unrestricted net assets	1,730,785	1,703,546
Temporarily restricted	1,039,742	1,087,551
Permanently restricted	515,016	515,016
Total net assets	3,285,543	3,306,113
Total liabilities and net assets	\$ 3,532,350	\$ 3,429,212

The accompanying notes are an integral part of these financial statements.

AMERICAN PHILOLOGICAL ASSOCIATION
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2003 AND 2002

	2003	2002
Changes in unrestricted net assets:		
Revenues and gains:		
Membership dues	\$ 197,888	\$ 165,187
APA Annual meeting revenue	164,306	175,640
Investment income	189,734	41,126
Contributions	24,245	50,722
Publication and software sales	36,868	17,162
Placement service	43,114	38,426
Royalties	23,839	37,934
Other income	20,312	19,439
Total unrestricted revenues and gains	700,306	545,636
Net assets released from restrictions	323,417	266,077
Total unrestricted revenues, gains and support	1,023,723	811,713
Expenses:		
Program expenses:		
Education	36,987	33,568
Governance	77,350	83,127
Outreach	37,567	32,613
Placement	64,841	58,633
Professional matters	18,948	16,651
Annual meeting	241,648	233,667
Publications	98,172	103,048
Research	319,510	223,933
Total program expenses	895,023	785,240
General and administration	101,461	110,696
Total expenses	996,484	895,936
Increase (decrease) in unrestricted net assets	27,239	(84,223)

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The accompanying notes are an integral part of these financial statements.

AMERICAN PHILOLOGICAL ASSOCIATION
STATEMENTS OF ACTIVITIES - CONTINUED
FOR THE YEARS ENDED JUNE 30, 2003 AND 2002

	2003	2002
Changes in temporarily restricted net assets:		
Contributions	13,655	29,472
National Endowment for the Humanities grants	92,800	225,298
Investment income	169,153	33,719
Net assets released from restrictions	(323,417)	(266,077)
Increase (decrease) in temporarily restricted net assets	(47,809)	22,412
Decrease in net assets	(20,570)	(61,811)
Net assets at beginning of year	3,306,113	3,367,924
Net assets at end of year	\$ 3,285,543	\$ 3,306,113

The accompanying notes are an integral part of these financial statements.