

# THE KOREA SOCIETY 2010 ANNUAL REPORT



# 2010 Financial Statements

## THE KOREA SOCIETY Statement of Financial Position

### ASSETS

	DECEMBER 31	
	2010	2009
CASH AND MONEY MARKET FUNDS	\$ 1,237,280	\$ 1,514,649
INVESTMENTS AT FAIR VALUE	2,433,955	1,479,073
ACCOUNTS RECEIVABLE	22,962	30,273
PREPAID EXPENSES	70,270	67,196
CONTRIBUTIONS RECEIVABLE – TEMPORARILY RESTRICTED	1,650,180	811,768
LEASEHOLD IMPROVEMENTS, AND FURNITURE, FIXTURES AND EQUIPMENT (NET OF \$784,372 AND \$700,596 OF ACCUMULATED DEPRECIATION AND AMORTIZATION IN 2010 AND 2009, RESPECTIVELY)	665,516	668,834
ASSETS RESTRICTED FOR LONG-TERM PURPOSES	8,509,859	8,509,859
CASH RESTRICTED FOR LEASE AGREEMENT	83,076	83,076
<b>TOTAL ASSETS</b>	<b>\$ 14,673,098</b>	<b>\$ 13,164,728</b>

### LIABILITIES AND NET ASSETS

LIABILITIES		
ACCOUNTS PAYABLE AND ACCRUED EXPENSES	\$ 97,281	\$ 162,695
NET ASSETS		
UNRESTRICTED		
OPERATING	2,110,223	1,484,446
BOARD DESIGNATED ENDOWMENT	2,173,555	2,173,555
TOTAL UNRESTRICTED	4,283,778	3,658,001
TEMPORARILY RESTRICTED	1,782,180	834,173
PERMANENTLY RESTRICTED	8,509,859	8,509,859
TOTAL NET ASSETS	14,575,817	13,002,033
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 14,673,098</b>	<b>\$ 13,164,728</b>

# 2010 Financial Statements

## THE KOREA SOCIETY Statement of Activities Year Ended December 31, 2010

(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2009)

	2010					2009
	UNRESTRICTED					
	OPERATING	BOARD DESIGNATED ENDOWMENT	TOTAL UNRESTRICTED	TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	TOTAL
<b>SUPPORT AND REVENUE</b>						
CONTRIBUTIONS	\$ 1,467,582	\$ -	\$ 1,467,582	\$ 1,505,811	\$ -	\$ 2,973,393
PROGRAM REVENUE	143,405	-	143,405	-	-	143,405
SPECIAL EVENTS	1,303,013	-	1,303,013	-	-	1,303,013
INTEREST, DIVIDENDS AND CAPITAL GAINS ON MUTUAL FUNDS	253,751	-	253,751	-	-	253,751
OTHER	2,674	-	2,674	-	-	2,674
NET ASSETS RELEASED FROM RESTRICTIONS	557,804	-	557,804	(557,804)	-	-
TOTAL SUPPORT AND REVENUE	3,728,229	-	3,728,229	948,007	-	4,676,236
<b>EXPENSES</b>						
PROGRAM SERVICES	2,959,150	-	2,959,150	-	-	2,959,150
DIRECT COSTS OF SPECIAL EVENTS	764,147	-	764,147	-	-	764,147
SUPPORTING SERVICES						
MANAGEMENT AND GENERAL	271,855	-	271,855	-	-	271,855
FUND-RAISING	135,927	-	135,927	-	-	135,927
TOTAL SUPPORTING SERVICES	407,782	-	407,782	-	-	407,782
TOTAL EXPENSES	4,131,079	-	4,131,079	-	-	4,131,079
INCREASE (DECREASE) IN NET ASSETS BEFORE OTHER ADDITIONS (DEDUCTION)	(402,850)	-	(402,850)	948,007	-	545,157
<b>OTHER ADDITIONS (DEDUCTION)</b>						
REALIZED GAIN (LOSS) ON SALE OF INVESTMENTS	29,984	-	29,984	-	-	29,984
UNREALIZED GAIN ON INVESTMENTS	998,643	-	998,643	-	-	998,643
INCREASE IN NET ASSETS	625,777	-	625,777	948,007	-	1,573,784
NET ASSETS, BEGINNING OF YEAR	1,484,446	2,173,555	3,658,001	834,173	8,509,859	13,002,033
NET ASSETS, END OF YEAR	\$ 2,110,223	\$ 2,173,555	\$ 4,283,778	\$ 1,782,180	\$ 8,509,859	\$ 14,575,817

\* SEE NOTES TO FINANCIAL STATEMENTS.

# 2010 Financial Statements

## THE KOREA SOCIETY Statement of Cash Flows

	YEAR ENDED DECEMBER 31	
	2010	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
INCREASE IN NET ASSETS	\$ 1,573,784	\$ 900,476
ADJUSTMENTS TO RECONCILE INCREASE IN NET ASSETS TO NET CASH (USED IN) OPERATING ACTIVITIES	83,776	79,087
DEPRECIATION AND AMORTIZATION	(1,028,627)	(1,697,888)
UNREALIZED AND REALIZED (GAINS) ON INVESTMENTS		
DECREASE IN ACCOUNTS RECEIVABLE	7,311	138,479
(INCREASE) IN PREPAID EXPENSES	(3,074)	(50,446)
(INCREASE) DECREASE IN CONTRIBUTIONS RECEIVABLE		
– TEMPORARILY RESTRICTED	(838,412)	606,375
INCREASE (DECREASE) IN ACCOUNTS PAYABLE AND ACCRUED EXPENSES	(65,414)	8,108
NET CASH (USED IN) OPERATING ACTIVITIES	<u>(270,656)</u>	<u>(15,809)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
PURCHASE OF INVESTMENTS	(1,093,703)	(1,057,307)
PROCEEDS FROM SALE OF INVESTMENTS	1,167,448	500,000
EXPENDITURES FOR FURNITURE, FIXTURES, EQUIPMENT AND LEASEHOLD IMPROVEMENTS	(80,458)	(39,339)
NET CASH (USED IN) INVESTING ACTIVITIES	<u>(6,713)</u>	<u>(596,646)</u>
<b>NET (DECREASE) IN CASH AND MONEY MARKET FUNDS</b>	<b>(277,369)</b>	<b>(612,455)</b>
<b>CASH AND MONEY MARKET FUNDS, BEGINNING OF YEAR</b>	<b>1,597,725</b>	<b>2,210,180</b>
<b>CASH AND MONEY MARKET FUNDS, END OF YEAR</b>	<b><u>\$ 1,320,356</u></b>	<b><u>\$ 1,597,725</u></b>
<b>CONSISTS OF:</b>		
CASH		
UNRESTRICTED	\$ 468,332	\$ 382,032
RESTRICTED FOR LEASE AGREEMENT	83,076	83,076
MONEY MARKET FUNDS		
UNRESTRICTED	768,948	1,132,617
TOTAL	<u>\$ 1,320,356</u>	<u>\$ 1,597,725</u>

# 2010 Financial Statements

## THE KOREA SOCIETY Statement of Functional Expenses Year Ended December 31, 2010

(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2009)

	2010					
	PROGRAM SERVICES					
	BUSINESS POLICY AND CULTURES	KOREAN STUDIES PROGRAM	THE ARTS	THE FILMS	PUBLICATIONS WEBSITE	DEVELOPMENT
PROGRAM COSTS	\$ 87,879	\$ 346,055	\$ 143,777	\$ 23,080	\$ 23,306	\$ 24,287
SALARIES AND RELATED EXPENSES	515,860	515,860	85,977	85,977	171,953	85,977
CONSULTING AND PROFESSIONAL FEES	52,907	52,907	8,818	8,818	17,636	8,818
RENT	166,284	166,284	27,714	27,714	55,428	27,714
TRAVEL, LODGING AND ENTERTAINMENT	6,301	6,301	1,050	1,050	2,100	1,050
EQUIPMENT RENTAL AND MAINTENANCE	25,106	25,106	4,184	4,184	8,369	4,184
OFFICE SUPPLIES	5,071	5,071	845	845	1,690	845
TELEPHONE AND COMMUNICATION	7,291	7,291	1,215	1,215	2,430	1,215
INSURANCE	1,439	1,439	240	240	480	240
OTHER	10,174	10,174	1,695	1,695	3,391	1,695
DEPRECIATION AND AMORTIZATION	25,132	25,132	4,189	4,189	8,378	4,189
DIRECT COST OF SPECIAL EVENTS	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$ 903,444</b>	<b>\$ 1,161,620</b>	<b>\$ 279,704</b>	<b>\$ 159,007</b>	<b>\$ 295,161</b>	<b>\$ 160,214</b>

\* SEE NOTES TO FINANCIAL STATEMENTS.

2009

SUPPORTING SERVICES

TOTAL	DIRECT COSTS SPECIAL EVENTS	MANAGEMENT AND GENERAL	FUNDRAISING	TOTAL	TOTAL
\$ 648,384	\$ -	\$ -	\$ -	\$ 648,384	\$ 521,037
1,461,604	-	171,953	85,977	1,719,534	1,664,815
149,904	-	17,636	8,818	176,358	53,363
471,138	-	55,428	27,714	554,280	550,056
17,852	-	2,100	1,050	21,002	13,566
71,133	-	8,369	4,184	83,686	35,707
14,367	-	1,690	845	16,902	24,457
20,657	-	2,430	1,215	24,302	23,934
4,078	-	480	240	4,798	4,851
28,824	-	3,391	1,695	33,910	43,362
71,209	-	8,378	4,189	83,776	79,087
-	764,147	-	-	764,147	155,916
<b>\$ 2,959,150</b>	<b>\$764,147</b>	<b>\$ 271,855</b>	<b>\$ 135,927</b>	<b>\$ 4,131,079</b>	<b>\$ 3,170,151</b>

# 2010 Financial Statements

## THE KOREA SOCIETY Statement of Functional Expenses Year Ended December 31, 2010

(WITH SUMMARIZED COMPARATIVE INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2009)

	2010							2009				
	PROGRAM SERVICES							SUPPORTING SERVICES				
	BUSINESS POLICY AND CULTURES	KOREAN STUDIES PROGRAM	THE ARTS	THE FILMS	PUBLICATIONS WEBSITE	DEVELOPMENT	TOTAL	DIRECT COSTS SPECIAL EVENTS	MANAGEMENT AND GENERAL	FUNDRAISING	TOTAL	TOTAL
PROGRAM COSTS	\$ 87,879	\$ 346,055	\$ 143,777	\$ 23,080	\$ 23,306	\$ 24,287	\$ 648,384	\$ -	\$ -	\$ -	\$ 648,384	\$ 521,037
SALARIES AND RELATED EXPENSES	515,860	515,860	85,977	85,977	171,953	85,977	1,461,604	-	171,953	85,977	1,719,534	1,664,815
CONSULTING AND PROFESSIONAL FEES	52,907	52,907	8,818	8,818	17,636	8,818	149,904	-	17,636	8,818	176,358	53,363
RENT	166,284	166,284	27,714	27,714	55,428	27,714	471,138	-	55,428	27,714	554,280	550,056
TRAVEL, LODGING AND ENTERTAINMENT	6,301	6,301	1,050	1,050	2,100	1,050	17,852	-	2,100	1,050	21,002	13,566
EQUIPMENT RENTAL AND MAINTENANCE	25,106	25,106	4,184	4,184	8,369	4,184	71,133	-	8,369	4,184	83,686	35,707
OFFICE SUPPLIES	5,071	5,071	845	845	1,690	845	14,367	-	1,690	845	16,902	24,457
TELEPHONE AND COMMUNICATION	7,291	7,291	1,215	1,215	2,430	1,215	20,657	-	2,430	1,215	24,302	23,934
INSURANCE	1,439	1,439	240	240	480	240	4,078	-	480	240	4,798	4,851
OTHER	10,174	10,174	1,695	1,695	3,391	1,695	28,824	-	3,391	1,695	33,910	43,362
DEPRECIATION AND AMORTIZATION	25,132	25,132	4,189	4,189	8,378	4,189	71,209	-	8,378	4,189	83,776	79,087
DIRECT COST OF SPECIAL EVENTS	-	-	-	-	-	-	-	764,147	-	-	764,147	155,916
<b>TOTAL</b>	<b>\$ 903,444</b>	<b>\$ 1,161,620</b>	<b>\$ 279,704</b>	<b>\$ 159,007</b>	<b>\$ 295,161</b>	<b>\$ 160,214</b>	<b>\$ 2,959,150</b>	<b>\$ 764,147</b>	<b>\$ 271,855</b>	<b>\$ 135,927</b>	<b>\$ 4,131,079</b>	<b>\$ 3,170,151</b>

\* SEE NOTES TO FINANCIAL STATEMENTS.



THE  
KOREA  
SOCIETY

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