

AIChE® Financial Statements, Year Ended December 31, 2016

Statement of Activities

Revenue and Support:

Dues and other membership revenue	\$ 4,388,603
Publication sales and subscriptions	6,058,257
Industry technology groups	9,180,816
Meetings and technical programming	6,635,899
Education services	2,732,793
Financial services	663,801
AIChE Foundation – contributions	4,598,946
Other revenue	398,674

Total operating revenue and support \$34,657,789

Expenses:

Program related:

Membership	\$ 3,289,434
Publications	2,752,542
Industry technology groups	9,351,790
Meetings and technical programming	3,563,060
Education services	2,904,599
Financial services	198,691
Other program support	1,365,992

Total program related \$23,426,108

Support services:

General and administration	\$ 4,270,289
Fundraising	2,868,308

Total support services \$7,138,597

Total operating expenses \$30,564,705

Change in net assets from operations \$4,093,084

Non-operating activity:

Investment activity, net	\$1,631,493
Pension related changes other than net periodic pension cost	283,913
Postretirement related changes other than net periodic postretirement cost	633,178

Total Non-operating Activity \$2,548,584

Change in net assets \$6,641,668

Net assets – beginning of year..... 16,969,398

Net assets – end of year \$23,611,066

Statement of Financial Position

Assets:

Cash and cash equivalents	\$ 2,256,064
Investments, at fair value	25,541,010
Accounts receivable, net	2,408,112
Pledges receivable, net	2,508,758
Prepaid expenses and other	315,459
Property and equipment, net	2,417,329

Total assets \$35,446,732

Liabilities and Net Assets:

Liabilities:

Accounts payable	\$ 2,027,694
Deferred revenue: dues, subscriptions and other ...	4,163,523
Accrued expenses:	
Employee vacation and other benefits	555,032
Pension and other postretirement benefit costs	3,320,826
Other	1,768,591

Total liabilities \$11,835,666

Net assets:

Unrestricted	\$ 18,081,674
Temporarily restricted	3,773,804
Permanently restricted	1,755,588

Total net assets \$23,611,066

Total liabilities and net assets \$35,446,732

This is a condensed version of the 2016 financial statements of the American Institute of Chemical Engineers.

The financial statements and the full audited report are now available at www.iche.org/financial.

AIChE's net assets increased in 2016 by \$6.64 million, with Operations contributing \$4.1 million toward the increase. The Publications and Meetings business segments both exceeded their budgets, delivering \$3.3M and \$3.1M, respectively. The Foundation's Doing a World of Good campaign also exceeded budget, contributing \$1.7M to the operating profit, while General & Administrative expenses of \$4.3M partially offset the gains. Below the operating line, investment activity increased overall results by \$1.6 million. There was also a favorable adjustment to the legacy Pension Plan of \$0.3M, resulting primarily from an increase in the market value of the pension plan assets, bringing our Plan to a 78.3% funded level at year-end. The Postretirement medical and life plan was restructured in 2016, resulting in a credit of \$0.6M. The 2016 net asset level was \$23.6 million at year-end.