



**Consolidated Financial Statements
and Supplemental Schedules**

Proprietors of the Boston Athenæum

September 30, 2018 and 2017



PROPRIETORS OF THE BOSTON ATHENÆUM

Consolidated Financial Statements and Supplemental Schedules

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Independent Auditors' Report

The Board of Trustees
Proprietors of the Boston Athenæum
Boston, Massachusetts

We have audited the accompanying consolidated financial statements of the Proprietors of the Boston Athenæum (the "Athenæum"), which comprise the consolidated statements of financial position as of September 30, 2018 and 2017, and the related consolidated statements of activities, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of the Proprietors of the Boston Athenæum as of September 30, 2018 and 2017, and the changes in its consolidated net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Supplemental Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplemental schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Schedules 1, 3, 4 and 5 present information as of September 30, 2018. Schedule 2 presents information for the years ended September 30, 2018 and 2017. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental schedules are fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Mayer Hoffmann McCann P.C.

February 13, 2019
Boston, Massachusetts

PROPRIETORS OF THE BOSTON ATHENÆUM

Consolidated Statements of Financial Position

September 30,
2018 2017

Assets

Cash and cash equivalents	\$	421,031	\$	605,861
Pledges receivable, net		114,647		131,080
Other assets		178,083		130,249
Investments		92,226,549		90,215,641
Property, plant and equipment, net		21,178,918		20,985,552
Beneficial interest in perpetual trust		674,397		653,187
		<u> </u>		<u> </u>
Total assets		\$ 114,793,625		\$ 112,721,570

Liabilities and Net Assets

Liabilities:

Accounts payable	\$	257,581	\$	147,988
Accrued and other liabilities		511,970		486,225
Deferred revenue		592,124		627,758
		<u> </u>		<u> </u>

Total liabilities

1,361,675 **1,261,971**

Net assets:

Unrestricted		69,951,252		69,916,698
Temporarily restricted		13,390,862		11,590,661
Permanently restricted		30,089,836		29,952,240
		<u> </u>		<u> </u>

Total net assets

113,431,950 **111,459,599**

Total liabilities and net assets

\$ 114,793,625 **\$ 112,721,570**

PROPRIETORS OF THE BOSTON ATHENÆUM

Consolidated Statement of Activities

*Year Ended September 30, 2018
(with comparative totals for 2017)*

	2018			2017	
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Total
Operating revenues, gains and other support:					
Contributions, gifts and grants	\$ 1,322,157	\$ 175,298	\$ -	\$ 1,497,455	\$ 1,343,727
Investment return designated for current operations	4,316,553	-	-	4,316,553	4,279,886
Membership dues revenue	1,192,692	-	-	1,192,692	1,243,028
Events and other program revenue	102,271	-	-	102,271	99,399
Rental and other non-program revenue	118,076	-	-	118,076	98,841
Appropriations from board-designated funds	52,000	-	-	52,000	52,000
Net assets released from restrictions	135,953	(135,953)	-	-	-
Total	7,239,702	39,345	-	7,279,047	7,116,881
Operating expenses, excluding depreciation and amortization:					
Program services	5,202,158	-	-	5,202,158	4,968,107
Supporting services:					
General and administrative	1,067,291	-	-	1,067,291	1,093,589
Fundraising and membership	994,996	-	-	994,996	824,322
Total	7,264,445	-	-	7,264,445	6,886,018
Increase (decrease) in net assets from operating activities before depreciation and amortization	(24,743)	39,345	-	14,602	230,863
Depreciation and amortization	950,942	-	-	950,942	928,505
Increase (decrease) in net assets from operating activities	(975,685)	39,345	-	(936,340)	(697,642)
Non-operating revenue:					
Contributions, gifts and grants	70,750	237,887	55,333	363,970	542,499
Investment return	3,795,143	3,035,868	82,263	6,913,274	8,769,527
less amounts designated for current operations	(2,803,654)	(1,512,899)	-	(4,316,553)	(4,279,886)
Appropriations from board-designated funds	(52,000)	-	-	(52,000)	(52,000)
Loss on provision for uncollectible pledge receivable	-	-	-	-	(1,077,227)
Total	1,010,239	1,760,856	137,596	2,908,691	3,902,913
Increase in net assets	34,554	1,800,201	137,596	1,972,351	3,205,271
Net assets, beginning of year	69,916,698	11,590,661	29,952,240	111,459,599	108,254,328
Net assets, end of year	\$ 69,951,252	\$ 13,390,862	\$ 30,089,836	\$ 113,431,950	\$ 111,459,599

PROPRIETORS OF THE BOSTON ATHENÆUM

Consolidated Statement of Activities

Year Ended September 30, 2017

	<i>Unrestricted</i>	<i>Temporarily Restricted</i>	<i>Permanently Restricted</i>	<i>Total</i>
Operating revenues, gains and other support:				
Contributions, gifts and grants	\$ 1,198,879	\$ 144,848	\$ -	\$ 1,343,727
Investment return designated for current operations	4,279,886	-	-	4,279,886
Membership dues revenue	1,243,028	-	-	1,243,028
Events and other program revenue	99,399	-	-	99,399
Rental and other non-program revenue	98,841	-	-	98,841
Appropriations from board-designated funds	52,000	-	-	52,000
Net assets released from restrictions	145,062	(145,062)	-	-
Total	7,117,095	(214)	-	7,116,881
Operating expenses, excluding depreciation and amortization:				
Program services	4,968,107	-	-	4,968,107
Supporting services:				
General and administrative	1,093,589	-	-	1,093,589
Fundraising and membership	824,322	-	-	824,322
Total	6,886,018	-	-	6,886,018
Increase (decrease) in net assets from operating activities before depreciation and amortization	231,077	(214)	-	230,863
Depreciation and amortization	928,505	-	-	928,505
Decrease in net assets from operating activities	(697,428)	(214)	-	(697,642)
Non-operating revenue:				
Contributions, gifts and grants	342,226	44,146	156,127	542,499
Investment return	4,905,870	3,768,713	94,944	8,769,527
less amounts designated for current operations	(2,356,102)	(1,923,784)	-	(4,279,886)
Appropriations from board-designated funds	(52,000)	-	-	(52,000)
Loss on provision for uncollectible pledge receivable	-	-	(1,077,227)	(1,077,227)
Total	2,839,994	1,889,075	(826,156)	3,902,913
Increase (decrease) in net assets	2,142,566	1,888,861	(826,156)	3,205,271
Net assets, beginning of year	67,774,132	9,701,800	30,778,396	108,254,328
Net assets, end of year	\$ 69,916,698	\$ 11,590,661	\$ 29,952,240	\$ 111,459,599

PROPRIETORS OF THE BOSTON ATHENÆUM

Consolidated Statements of Cash Flows

	<i>Years Ended September 30,</i>	
	2018	2017
Cash flows from operating activities:		
Increase in net assets	\$ <u>1,972,351</u>	\$ <u>3,205,271</u>
Adjustments to reconcile increase in net assets to net cash used in operating activities:		
Depreciation and amortization	950,942	928,505
Loss on provision for uncollectible pledge receivable	9,484	1,077,227
Net investment gains	(4,852,937)	(7,750,141)
Contributions and investment income restricted for long-term investment	(55,333)	(251,071)
(Increase) decrease in operating assets:		
Pledges receivable, net	6,949	(59,785)
Beneficial interest in perpetual trust	(21,210)	(46,015)
Other assets	(47,834)	565,572
Increase (decrease) in operating liabilities:		
Accounts payable	109,593	13,829
Accrued and other liabilities	25,745	(38,701)
Deferred revenue	(35,634)	(26,597)
Total adjustments	<u>(3,910,235)</u>	<u>(5,587,177)</u>
Net cash used in operating activities	<u>(1,937,884)</u>	<u>(2,381,906)</u>
Cash flows from investing activities:		
Expenditures for property, plant and equipment	(1,144,308)	(266,695)
Proceeds from sales and maturities of investments	33,268,472	85,254,405
Payments for purchases of investments	(30,426,443)	(82,877,483)
Net cash provided by investing activities	<u>1,697,721</u>	<u>2,110,227</u>
Cash flows from financing activities:		
Contributions and investment income restricted for long-term investment	55,333	251,071
Net cash provided by financing activities	<u>55,333</u>	<u>251,071</u>
Net decrease in cash and cash equivalents	(184,830)	(20,608)
Cash and cash equivalents, beginning of year	<u>605,861</u>	<u>626,469</u>
Cash and cash equivalents, end of year	<u>\$ 421,031</u>	<u>\$ 605,861</u>

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 1 - Summary of Significant Accounting Policies

Organization

The consolidated financial statements include the accounts of the Proprietors of the Boston Athenæum (the “Athenæum”) and the Boston Library Society (the “Society”), collectively referred to as the “Athenæum”. The Athenæum is a membership and research library founded in 1807. Its collection comprises more than a half million volumes, as well as a distinguished fine arts collection. The library is supported by proprietors who own shares in the library and by other members who pay annual dues. The Society was founded as a membership library in 1792. The Society’s book collection and other resources were merged with that of the Athenæum in 1939. All trustees and officers of the Society are also trustees and officers of the Athenæum.

Consolidated Financial Statement Presentation

The consolidated financial statements of the Athenæum have been prepared on the accrual basis of accounting.

The Athenæum presents information regarding its financial position and activities according to three classes of net assets described as follows:

Unrestricted - All resources over which the governing board has discretionary control. The governing board of the Athenæum may elect to designate such resources for specific purposes. This designation may be removed at the Board’s discretion.

Temporarily restricted - Resources accumulated through donations or grants for specific operating or capital purposes. Such resources will become unrestricted when the requirements of the donor or grantee have been satisfied through expenditure for the specified purpose or program or through the passage of time.

Permanently restricted - Endowment resources accumulated through donations or grants that are subject to the restriction in perpetuity that the principal be invested. Unexpended appreciation on permanently restricted net assets is included in temporarily restricted net assets until appropriated by the Board for use unless otherwise instructed by the donor.

Accounting Estimates

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Significant management estimates included in the consolidated financial statements include allowance for doubtful pledges receivable, valuation of alternative investments, valuation of interest in perpetual trust, useful lives of depreciable assets, releases from donor restrictions and allocation of expenses to programs.

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

Subsequent Events

The Athenæum has evaluated the consolidated financial statement impact of subsequent events occurring through February 13, 2019, the date that the consolidated financial statements were authorized to be issued.

Cash and Cash Equivalents

The Athenæum considers highly liquid debt securities with maturities of three months or less at the date of purchase to be cash equivalents. The Athenæum maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. Cash held by investment managers are considered part of investments given the expectation of near term reinvestment. The Athenæum monitors its exposure associated with cash in bank deposits and has not experienced any losses in such accounts.

Investments

Investments are carried at fair value. Fair value is determined as per the fair value policies described later in this section.

Interest, dividends and net gains or losses on investments are reported in the consolidated statement of activities as increases or decreases in permanently restricted net assets if the terms of the gift require that amounts be applied to principal as increases or decreases in temporarily restricted net assets if the term of the gift or state law impose restriction on current use and increases or decreases in unrestricted net assets in all other cases.

The investments of the Athenæum are pooled and unitized for accounting purposes. Each fund subscribes to, or disposes of, units on the basis of the fair value per unit at the end of the calendar quarter within which the transactions take place. Investment income, including interest, dividends and realized and unrealized gains and losses, is allocated quarterly based on the number of units held by each fund at the beginning of the quarter.

Fair Value Measurements

The Athenæum reports certain assets at fair value on a recurring and nonrecurring basis depending on the underlying accounting policy for the particular item. Recurring fair value measures include the Athenæum's beneficial interest in perpetual trust and its investment accounts. Nonrecurring measures include pledges receivable. The standards require an entity to maximize the use of observable inputs (such as quoted prices in active markets) and minimize the use of unobservable inputs (such as appraisals or valuation techniques) to determine fair value. In addition, the Athenæum reports certain investments using the net asset value ("NAV") per share as determined by investment managers under the so called "practical expedient". The practical expedient allows net asset value per share to represent fair value for reporting purposes when the criteria for using this method are met. Fair value standards also require that all financial instruments other than those accounted for under the NAV method to be classified into a three-level hierarchy, based on the priority of inputs to the valuation technique. Such classifications are as follows:

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

Fair Value Measurements (Continued)

Level 1 - Quoted prices are available in active markets for identical instruments as of the reporting date. Instruments which are generally included in this category include listed equity and debt securities publicly traded on a stock exchange.

Level 2 - Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies.

Level 3 - Pricing inputs are unobservable for the instrument and include situations where there is little, if any, market activity for the instrument. The inputs into the determination of fair value require significant management judgment or estimation.

In some instances, the inputs used to measure fair value may fall into different levels of the fair value hierarchy and such classification would then be based on the valuation methods that are considered most significant to the fair value measurement.

Market price is affected by a number of factors, including the type of instrument and the characteristics specific to the instrument as well as the effects of market, interest and credit risks. Instruments with readily available active quoted prices or for which fair value can be measured from actively quoted prices generally will have a higher degree of market price observability and a lesser degree of judgment used in measuring fair value. It is reasonably possible that change in values of these instruments will occur in the near term and that such changes could materially affect amounts reported in these consolidated financial statements. For more information on the fair value of the Athenæum's financial instruments, see Note 3 - Investments, Beneficial Interest in Perpetual Trust and Fair Values.

Endowment Funds

The Athenæum's endowment consists of over 500 endowment funds established for a variety of purposes. Its endowment includes both donor-restricted endowment funds and funds designated by the Board to function as endowments. Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed or legal restrictions.

The Athenæum classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Athenæum in a manner consistent with the standard of prudence prescribed by state law.

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

Endowment Funds (Continued)

In accordance with state law, the Athenæum considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the organization and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the organization and
- The investment policies of the organization

The Athenæum has adopted investment and spending policies for its Board-designated and other endowment assets that attempt to provide a predictable stream of funding for its programs while seeking to maintain the purchasing power of the endowment assets by generating a total real return, net of fees, that exceeds the spending rate over the long-term. Under this policy, as approved by the Board, the endowment assets are invested primarily in equities with a target rate of real return of 5 to 6% per annum after inflation and net of fees. Actual returns in any given year may vary from this amount. Assets are strategically allocated among diverse asset classes and investment styles in order to enhance returns and reduce portfolio volatility and other forms of risk. To satisfy its long-term rate-of-return objectives, the Athenæum relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends).

The Athenæum had a policy of appropriating for distribution each year 5% of its endowment fund's average fair value over the prior twelve quarters through March 31 of the year proceeding the year in which the distribution is planned. Commencing with fiscal year 2019, the Athenæum adopted a policy of increasing the distribution by the published CPI-U rate for Boston-Cambridge-Newton, averaged over the 12 months, ending in July of the year proceeding the year in which the distribution is planned, plus 1%. Accordingly, over the long term, the Athenæum expects the current investment policy to exceed the spending policy, thus preserving the purchasing power of the endowment. Appropriations approved for fiscal year 2019 are \$4,410,043.

Contributions, Gifts and Pledges Receivable

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and nature of any donor restrictions when received or otherwise verifiably committed. Contributions may include actual gifts or promises to give. Contributions are considered to be available for unrestricted use unless specifically restricted by the donor or grantor. Contributions of assets other than cash are recorded at their fair value on the date of the gift. Restricted gifts or promises to give are required to be reported as restricted support in the period received and are then released to unrestricted net assets upon satisfaction of the donor restriction if such are for other than endowment purposes. Restrictions on contributions related to the acquisition of long-lived assets are considered satisfied at the time the asset is acquired.

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

Contributions, Gifts and Pledges Receivable (Continued)

Unconditional promises to give are recorded at fair value when initially pledged. The initially recorded value is considered a Level 2 fair value approach. The fair value of pledges expected to be fulfilled via cash payments extending over one year is arrived at computing the present value using a risk adjusted rate when promised. Accretion of the discount is included in contributions and gifts revenue. Conditional promises to give are not included as support until such time as the conditions are substantially met. Pledges are periodically reviewed to estimate an allowance associated with the risk of nonpayment. Management estimates the allowance based on a review of historical experience and a review of particular circumstances of individual pledges.

Recognition of Membership Revenue, Event Revenue and Rental Revenue

Membership dues are recorded as earned over a one-year period from the date of receipt.

Events revenue is recorded as revenue on the date of the event. Advance sales are recorded as deferred revenue.

Rental revenue is recorded as revenue on the date of the rental.

Operations

The consolidated statement of activities reports the changes in unrestricted, temporarily restricted and permanently restricted assets from operating and non-operating activities. Unrestricted revenues, gains and other support consist of those items attributable to the Athenæum's primary mission. Investment income included in operations reflects the amount computed by using the spending policy for the period as approved by the Board of Trustees. All other investment income or losses are reported as non-operating revenue. Operating revenue also includes contributions received related to annual fund support and support of the Athenæum's operations while all other contributions, gifts and grants are classified as non-operating. Temporarily restricted net assets that are released from donor restrictions that arose from donations for specific operating purposes are treated as an operating release of restrictions. Temporarily restricted net assets that are released from donor restrictions that arose from appreciation on restricted endowment funds are treated as a non-operating release of restrictions. All other activities are deemed operating.

Property, Plant and Equipment

Building improvements, furniture and equipment, computers and software, and the automated library system are recorded at cost and depreciated in amounts sufficient to relate the cost of the assets to their estimated useful lives. Leasehold improvements are recorded at cost and amortized over the term of the lease. The land and building at 10½ Beacon Street, a registered historic landmark, are carried at cost and are not depreciated.

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

Beneficial Interest in Perpetual Trust

Beneficial interest in perpetual trusts represents the fair value of investments held by the trust for the benefit of the Athenæum. The trust periodically makes distributions to the Athenæum and such amounts are included within the spending policy amounts within the consolidated statement of activities. Given the perpetual nature of this instrument, changes in fair value of the underlying investments are accounted for as a non-operating item within permanently restricted net assets. In the event that the Athenæum no longer exists as an entity, such amounts could be allocable to other uses at the discretion of the trustees of the assets.

Collections

The collections which were acquired through purchases and contributions since the Athenæum's inception are not recognized as assets on the consolidated statement of financial position; however such items are managed per the policy below. Purchases of collection items are recorded as decreases in unrestricted net assets in the year in which the items are acquired and as releases of restricted net assets if the assets used to purchase the items were used to fund the purchase. Contributed collection items are not reflected as revenue in the consolidated financial statements. Proceeds from de-accessions or insurance recoveries are reflected as increases in net assets.

The Athenæum's collections are made up of books, artifacts of historical significance and art objects that are held for educational, research, scientific and curatorial purposes. Each of the items is cataloged, preserved and cared for, and activities verifying their existence and accessing their condition are performed continuously.

Donated Services

No amounts have been reflected in the consolidated financial statements for donated services as such items did not meet the standards for recognition. The Athenæum pays for most services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Athenæum with its programs.

From time to time, the Athenæum receives gifts in-kind which for the most part represent contributions to the collection and are not recognized as revenue. Non collection gifts in-kind are recorded as revenue when the gift is committed at its estimated fair market value using objective and acceptable methods depending on the nature of the item.

Income Tax Status

The Athenæum is recognized by the Internal Revenue Service as an organization described under Section 501(c)(3) of the Internal Revenue Code and is generally exempt from Federal and state income taxes on related income. Accordingly, no provision for income taxes has been made in the consolidated financial statements.

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 1 - Summary of Significant Accounting Policies (Continued)

Uncertain Tax Positions

The Athenæum accounts for the effect of any uncertain tax positions based on a “more likely than not” threshold to the recognition of the tax positions being sustained based on the technical merits of the position under scrutiny by the applicable taxing authority. If a tax position or positions are deemed to result in uncertainties of those positions, the unrecognized tax benefit is estimated based on a “cumulative probability assessment” that aggregates the estimated tax liability for all uncertain tax positions. The Athenæum has identified its tax status as a tax-exempt entity and its determination of which activities are related and unrelated as its only significant tax positions; however, the Athenæum has determined that such tax positions do not result in an uncertainty requiring recognition. The Athenæum is not currently under examination by any taxing jurisdiction. The Athenæum’s Federal and state tax returns are generally open for examination for three years following the date filed.

Functional Expense Allocation

Costs have been allocated to functional classifications based on percentage of effort, usage, square footage and other criteria.

Note 2 - Pledges Receivable

Pledges receivable are as follows at September 30:

	2018	2017
Due: Less than one year	\$ 1,445,826	\$ 1,482,056
One to five years	19,500	-
Greater than five years	-	-
Total pledges receivable	<u>1,465,326</u>	<u>1,482,056</u>
Less: Discounts to present value	-	-
Allowances for uncollectible pledges	<u>(1,350,679)</u>	<u>(1,350,976)</u>
Net pledges receivable	<u>\$ 114,647</u>	<u>\$ 131,080</u>

The allowance for uncollectible pledges increased by approximately \$1,300,000 during fiscal 2017 due to one pledge from a prior year that was rescinded by the donor.

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 3 - Investments, Beneficial Interest in Perpetual Trust and Fair Values

The following table is a summary of investments and beneficial interest in a perpetual trust along with the fair value method used in valuation at September 30:

	2018			
	Level 1	Level 3	NAV	Total
Investments:				
Money market funds	\$ 5,162,060	\$ -	\$ -	\$ 5,162,060
Debt securities	227,509	-	-	227,509
Mutual funds:				
Equity securities	54,373,125	-	-	54,373,125
Debt securities	21,910,942	-	-	21,910,942
Partnerships:				
Equity funds	-	-	10,551,913	10,551,913
Preferred stock	1,000	-	-	1,000
Subtotal investments	<u>81,674,636</u>	<u>-</u>	<u>10,551,913</u>	<u>92,226,549</u>
Beneficial interest in perpetual trust	<u>-</u>	<u>674,397</u>	<u>-</u>	<u>674,397</u>
Total financial assets at fair value	<u>\$ 81,674,636</u>	<u>\$ 674,397</u>	<u>\$ 10,551,913</u>	<u>\$ 92,900,946</u>

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 3 - Investments, Beneficial Interest in Perpetual Trust and Fair Values (Continued)

The following table is a summary of investments and beneficial interest in a perpetual trust along with the fair value method used in valuation at September 30:

	2017			
	Level 1	Level 3	NAV	Total
Investments:				
Money market funds	\$ 3,279,473	\$ -	\$ -	\$ 3,279,473
Debt securities	245,952	-	-	245,952
Mutual funds:				
Equity securities	46,559,711	-	-	46,559,711
Debt securities	19,695,261	-	-	19,695,261
Real assets/inflation hedging securities	-	-	1,893,704	1,893,704
Partnerships:				
Equity funds	-	-	18,540,540	18,540,540
Preferred stock	1,000	-	-	1,000
Subtotal investments	<u>69,781,397</u>	<u>-</u>	<u>20,434,244</u>	<u>90,215,641</u>
Beneficial interest in perpetual trust	<u>-</u>	<u>653,187</u>	<u>-</u>	<u>653,187</u>
Total financial assets at fair value	\$ <u>69,781,397</u>	\$ <u>653,187</u>	\$ <u>20,434,244</u>	\$ <u>90,868,828</u>

All of the investments at September 30, 2018 and 2017 measured at NAV have redemption periods of 90 days or less.

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 3 - Investments, Beneficial Interest in Perpetual Trust and Fair Values (Continued)

	Level 3 Roll Forward
Beneficial interest in perpetual trust balance at September 30, 2016	\$ 607,172
Investment return	67,494
Distributions and fees	<u>(21,479)</u>
Beneficial interest in perpetual trust balance at September 30, 2017	653,187
Investment return	42,626
Distributions and fees	<u>(21,416)</u>
Beneficial interest in perpetual trust balance at September 30, 2018	\$ <u><u>674,397</u></u>

The following schedule summarizes the investment return and its classification in the consolidated statement of activities for the year ended September 30:

	2018			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Interest and dividend income	\$ 1,056,180	\$ 854,523	\$ 15,478	\$ 1,926,181
Net realized and unrealized gains	2,771,049	2,236,588	67,074	5,074,711
Investment management fees	<u>(32,086)</u>	<u>(55,243)</u>	<u>(289)</u>	<u>(87,618)</u>
Total return on investments	<u>3,795,143</u>	<u>3,035,868</u>	<u>82,263</u>	<u>6,913,274</u>
Less: investment return designated for current operations	<u>2,803,654</u>	<u>1,512,899</u>	<u>-</u>	<u>4,316,553</u>
Investment return less amounts designated for current operations	<u>\$ 991,489</u>	<u>\$ 1,522,969</u>	<u>\$ 82,263</u>	<u>\$ 2,596,721</u>

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 3 - Investments, Beneficial Interest in Perpetual Trust and Fair Values (Continued)

The following schedule summarizes the investment return and its classification in the consolidated statement of activities for the year ended September 30:

	2017			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Interest and dividend income	\$ 579,884	\$ 458,431	\$ 2,926	\$ 1,041,241
Net realized and unrealized gains	4,428,093	3,392,903	92,497	7,913,493
Investment management fees	<u>(102,107)</u>	<u>(82,621)</u>	<u>(479)</u>	<u>(185,207)</u>
Total return on investments	<u>4,905,870</u>	<u>3,768,713</u>	<u>94,944</u>	<u>8,769,527</u>
Less: investment return designated for current operations	<u>2,356,102</u>	<u>1,923,784</u>	<u>-</u>	<u>4,279,886</u>
Investment return less amounts designated for current operations	<u>\$ 2,549,768</u>	<u>\$ 1,844,929</u>	<u>\$ 94,944</u>	<u>\$ 4,489,641</u>

Certain fund's management fees are embedded against returns and, accordingly, the investment fees reported above relate only to those costs incurred directly by the Athenæum or separately disclosed by fund managers.

The Athenæum has no intentions or plans to liquidate any NAV practical expedient investments at other than NAV per share. There were no unfunded commitments under various investment vehicles at September 30, 2018 or 2017.

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 4 - Property, Plant and Equipment

Property, plant and equipment as of September 30 consist of:

	2018	2017
Land and building	\$ 199,303	\$ 199,303
Building and leasehold improvements	34,728,911	33,890,736
Furniture and equipment	1,166,039	1,166,039
Computers and software	67,217	67,217
Automated library system	179,133	179,133
Assets not yet placed in service	<u>306,133</u>	<u>-</u>
	36,646,736	35,502,428
Less: accumulated depreciation and amortization	<u>15,467,818</u>	<u>14,516,876</u>
	<u>\$ 21,178,918</u>	<u>\$ 20,985,552</u>

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 5 - Endowment Assets

Endowment assets include donor-restricted and Board-designated investments as well as beneficial interests in perpetual trusts. Changes in endowment assets for the years ended September 30, 2018 and 2017 are as follows:

	2018			Total
	<i>Unrestricted</i>	<i>Temporarily Restricted</i>	<i>Permanently Restricted</i>	
Endowment and funds functioning as endowment, beginning of year	\$ 48,731,512	\$ 11,085,278	\$ 29,910,013	\$ 89,726,803
Investment return:				
Interest and dividend income	1,028,360	854,521	15,477	1,898,358
Net realized and unrealized gains	2,750,712	2,256,925	67,075	5,074,712
Investment management fees	<u>(52,281)</u>	<u>(55,243)</u>	<u>(289)</u>	<u>(107,813)</u>
Investment return before reclassification	3,726,791	3,056,203	82,263	6,865,257
Reclassification of deficient funds	<u>20,336</u>	<u>(20,336)</u>	<u>-</u>	<u>-</u>
Total investment return	3,747,127	3,035,867	82,263	6,865,257
Additions	1,000	-	97,560	98,560
Appropriation for expenditure:				
for current operations	(2,803,654)	(1,512,899)	-	(4,316,553)
for fixed assets	<u>(237,447)</u>	<u>-</u>	<u>-</u>	<u>(237,447)</u>
Total appropriation	<u>(3,041,101)</u>	<u>(1,512,899)</u>	<u>-</u>	<u>(4,554,000)</u>
Endowment and funds functioning as endowment, end of year	<u>\$ 49,438,538</u>	<u>\$ 12,608,246</u>	<u>\$ 30,089,836</u>	<u>\$ 92,136,620</u>

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 5 - Endowment Assets (Continued)

	2017			Total
	<i>Unrestricted</i>	<i>Temporarily Restricted</i>	<i>Permanently Restricted</i>	
Endowment and funds functioning as endowment, beginning of year	\$ 45,942,172	\$ 9,196,203	\$ 29,701,168	\$ 84,839,543
Investment return:				
Interest and dividend income	549,326	458,431	2,926	1,010,683
Net realized and unrealized gains	4,316,555	3,504,441	92,497	7,913,493
Investment management fees	<u>(92,851)</u>	<u>(82,621)</u>	<u>(479)</u>	<u>(175,951)</u>
Investment return before reclassification	4,773,030	3,880,251	94,944	8,748,225
Reclassification of deficient funds	<u>111,538</u>	<u>(111,538)</u>	<u>-</u>	<u>-</u>
Total investment return	4,884,568	3,768,713	94,944	8,748,225
Additions	305,000	-	113,901	418,901
Appropriation for expenditure	<u>(2,400,228)</u>	<u>(1,879,638)</u>	<u>-</u>	<u>(4,279,866)</u>
Endowment and funds functioning as endowment, end of year	\$ <u>48,731,512</u>	\$ <u>11,085,278</u>	\$ <u>29,910,013</u>	\$ <u>89,726,803</u>

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor-imposed restrictions require the Athenæum to retain as a fund of perpetual duration. In accordance with generally accepted accounting principles, deficiencies of this nature are reported in unrestricted net assets. Such deficiencies amounted to \$58,163 and \$78,499 as of September 30, 2018 and 2017, respectively.

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 6 - Leases

The Athenæum leases a portion of its facilities under operating lease agreements which expire through 2024. Rent expense was \$210,316 and \$213,229 in 2018 and 2017, respectively. The lease agreements provide for the payment of increases in operating costs of the related facility over the term of the leases. Future minimum lease payments are as follows:

Year Ending September 30,		
2019	\$	135,150
2020		135,150
2021		135,150
2022		135,150
2023		135,150
Thereafter		<u>101,363</u>
	\$	<u><u>777,113</u></u>

Note 7 - Functional Expenses

Functional expenses including depreciation have been allocated to the programs and supporting services benefited as of September 30 as follows:

	2018	2017
Operating expenses:		
Program services	\$ 6,100,798	\$ 5,845,544
Supporting services:		
General and administrative	1,102,476	1,127,944
Fundraising and membership	<u>1,012,113</u>	<u>841,035</u>
Total	\$ <u><u>8,215,387</u></u>	\$ <u><u>7,814,523</u></u>

Note 8 - Employees' Retirement Plan

Retirement benefits for employees are funded and vested under a defined contribution plan with Teachers Insurance and Annuity Association and the College Retirement Equities Fund (TIAA-CREF). The Athenæum's contribution percentage was 5% plus an additional match of up to 3% (maximum possible contribution of 8%) for the years ended September 30, 2018 and 2017. The Athenæum's expense under this program is recorded and accounted for annually as a portion of the total compensation of each eligible participant and aggregated \$205,076 and \$189,923 for 2018 and 2017, respectively.

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 8 - Employees' Retirement Plan (Continued)

The Athenæum also has a supplemental deferred annuity plan with TIAA-CREF that qualifies under Section 403(b) of the Internal Revenue Code. Employees may make voluntary deferrals into the plan up to the maximum amount allowed by the Internal Revenue Code. The Athenæum does not contribute to this plan.

Note 9 - Net Assets

Unrestricted Net Assets - Board-Designated

The following is a summary of unrestricted board-designated net asset activity for the years ended September 30, 2018 and 2017:

2018						
<i>Board-Designated Fund</i>	<i>Beginning Balance</i>	<i>Additions</i>	<i>Draw Down (for Capital Expenditures)</i>	<i>Draw Down (for Non-capital Expenditures)</i>	<i>Investment Income (Net of Fees)</i>	<i>Ending Balance</i>
10 1/2 Beacon Street Fund	\$ 880,896	\$ 111,976	\$ (838,175)	\$ -	\$ 9,103	\$ 163,800
Vision fund	123,166	-	-	(52,000)	-	71,166
Art deaccession funds	24,308	100	-	-	-	24,408
Art acquisition funds	10,446	2,087	-	-	-	12,533
Total	\$ 1,038,816	\$ 114,163	\$ (838,175)	\$ (52,000)	\$ 9,103	\$ 271,907

2017						
<i>Board-Designated Fund</i>	<i>Beginning Balance</i>	<i>Additions</i>	<i>Draw Down (for Capital Expenditures)</i>	<i>Draw Down (for Non-capital Expenditures)</i>	<i>Investment Income (Net of Fees)</i>	<i>Ending Balance</i>
10 1/2 Beacon Street Fund	\$ 1,071,718	\$ -	\$ (193,757)	\$ -	\$ 2,935	\$ 880,896
Vision fund	175,166	-	-	(52,000)	-	123,166
Art deaccession funds	23,358	950	-	-	-	24,308
Art acquisition funds	8,653	1,793	-	-	-	10,446
Total	\$ 1,278,895	\$ 2,743	\$ (193,757)	\$ (52,000)	\$ 2,935	\$ 1,038,816

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 9 - Net Assets (Continued)

Unrestricted Net Assets

Unrestricted net assets include amounts originally contributed by the first Proprietors of the Athenæum in exchange for shares issued in 1807 and again in exchange for shares issued in a recapitalization in 1835. In total, 1,049 shares were authorized and 907 are issued and outstanding. Today these shares have no open market value. A nominal value of \$5,000 per share had been authorized by the Trustees in recent years and was applied on occasions when the Athenæum redeemed shares from Proprietors or when the Athenæum issued previously redeemed shares to new Proprietors. During the year ended September 30, 2015, the Trustees voted to discontinue the practice of issuing or redeeming shares for any nominal value. The Athenæum is under no obligation to repurchase or to reissue shares.

Temporarily Restricted Net Assets

Temporarily restricted net assets are available for the following purpose at September 30:

	2018	2017
Appreciation on restricted book funds available for book acquisitions	\$ 6,549,030	\$ 5,742,634
Appreciation on restricted special purpose endowment funds available for program activities	3,617,850	2,953,402
Appreciation on general endowment funds available for appropriation	2,441,366	2,293,401
Capital projects	237,888	-
Time restriction	137,794	170,294
Program activities	<u>406,934</u>	<u>430,930</u>
Total	\$ <u>13,390,862</u>	\$ <u>11,590,661</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of other events specified by donors for the years ended September 30 as follows:

	2018	2017
Expenditures for program activities	\$ <u>135,953</u>	\$ <u>145,062</u>

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 9 - Net Assets (Continued)

Permanently Restricted Net Assets

Permanently restricted net assets are as follows at September 30:

	2018	2017
Book fund endowment	\$ 12,974,120	\$ 12,802,347
Other special purpose endowment	13,365,300	13,399,475
General endowment	3,076,019	3,097,231
Beneficial interest in perpetual trust	<u>674,397</u>	<u>653,187</u>
	<u>\$ 30,089,836</u>	<u>\$ 29,952,240</u>

Fifty percent of the Board-approved spending rule from most book funds covers the costs of acquiring books and other specified materials for the collection. The remaining fifty percent associated with these funds is used to cover the costs of the cataloging, conservation, preservation and maintenance of the book collection.

Note 10 - Related Parties

The Athenæum from time to time enters into transactions pursuant to its existing conflict of interest policy to ensure that such transactions are considered in the best interest of the Athenæum. The transactions are reviewed and approved by the Board of Trustees annually. These transactions were as follows:

The Assistant Treasurer of the Athenæum is a principal in the investment company that was the custodian of the Athenæum's investments until the month of May 2017. Custodian and investment management fees incurred from this company amounted to \$57,461 and \$59,110 in 2018 and 2017, respectively.

A member of the Board of Trustees of the Athenæum is a retired managing director in a company that was an investment consultant for the Athenæum during 2017. Investment consultant fees incurred from this company amounted to \$0 and \$1,742 in 2018 and 2017, respectively.

A partner and a retired partner of one of the Athenæum's legal firms are members of the Board of Trustees. Legal fees incurred from this firm amounted to \$131,427 and \$35,228 in 2018 and 2017, respectively.

A former member of the Board of Trustees of the Athenæum is an investment director in a partnership in which the Athenæum owns investments with a fair value of \$0 and \$1,893,704 as of September 30, 2018 and 2017, respectively. Management fees incurred amounted to \$5,643 and \$62,161 in 2018 and 2017, respectively.

A former member of the Board of Trustees of the Athenæum (who became a member during the year ended September 30, 2016) is the owner of a book store in which the Athenæum purchases books from. The Athenæum purchased \$16,800 and \$221,696 of books from the store in 2018 and 2017, respectively.

PROPRIETORS OF THE BOSTON ATHENÆUM

Notes to Consolidated Financial Statements

Note 10 - Related Parties (Continued)

A member of the Board of Trustees of the Athenæum is an executive vice president of an insurance brokerage firm from which the Athenæum purchases insurance coverage. Insurance premiums brokered through this firm amounted to \$84,048 and \$0 in 2018 and 2017, respectively.

Note 11 - Subsequent Event

On January 11, 2019, the Athenæum entered into a 246 month lease agreement for 25,350 square feet consisting of portions of the first, fifth and sixth floors of the building located at 14 Beacon Street, Boston, Massachusetts. The lease is estimated to begin on or about October 1, 2019. Under the agreement, the Athenæum has five options to extend the lease for successive terms of 10 years each. A current lease, described in Note 6, for property located on the 1st floor of 14 Beacon Street, terminates with the commencement of the new lease.

Future minimum lease payments under this lease are as follows, assuming a start date of October 1, 2019:

**Year Ending
September 30,**

2020	\$	670,550
2021		1,191,450
2022		1,242,150
2023		1,267,500
2024		1,267,500
Thereafter		19,646,250

Supplemental Schedules

PROPRIETORS OF THE BOSTON ATHENÆUM

Consolidating Statement of Financial Position

September 30, 2018

	<i>Proprietors of the Boston Athenæum</i>	<i>The Boston Library Society</i>	<i>Consolidated</i>
Assets			
Cash and cash equivalents	\$ 421,031	\$ -	\$ 421,031
Pledges receivable, net	114,647	-	114,647
Other assets	178,083	-	178,083
Investments	91,245,790	980,759	92,226,549
Property, plant and equipment, net	21,178,918	-	21,178,918
Beneficial interest in perpetual trust	<u>674,397</u>	<u>-</u>	<u>674,397</u>
Total assets	<u>\$ 113,812,866</u>	<u>\$ 980,759</u>	<u>\$ 114,793,625</u>
Liabilities and Net Assets			
Liabilities:			
Accounts payable	\$ 257,581	\$ -	\$ 257,581
Accrued and other liabilities	511,970	-	511,970
Deferred revenue	<u>592,124</u>	<u>-</u>	<u>592,124</u>
Total liabilities	<u>1,361,675</u>	<u>-</u>	<u>1,361,675</u>
Net assets:			
Unrestricted	69,292,839	658,413	69,951,252
Temporarily restricted	13,084,516	306,346	13,390,862
Permanently restricted	<u>30,073,836</u>	<u>16,000</u>	<u>30,089,836</u>
Total net assets	<u>112,451,191</u>	<u>980,759</u>	<u>113,431,950</u>
Total liabilities and net assets	<u>\$ 113,812,866</u>	<u>\$ 980,759</u>	<u>\$ 114,793,625</u>

PROPRIETORS OF THE BOSTON ATHENÆUM

Schedules of Operating Expenses

	<i>Years Ended September 30,</i>	
	2018	2017
Salaries and wages	\$ 3,543,164	\$ 3,320,020
Fringe benefits	642,107	627,670
Utilities and telephone	534,717	434,649
Building repair, maintenance and supplies	468,636	430,889
Purchase of books, periodicals and art works	328,588	556,472
Contracted services - other	312,560	72,449
Payroll taxes	280,807	258,883
Office and postage expense	252,649	203,904
Rent	210,316	213,229
Receptions, travel and entertainment expense	162,743	134,861
Printing	127,219	86,579
Contracted services - cataloging	91,763	91,441
Insurance	84,048	84,075
Contracted services - exhibitions	57,022	87,022
Auditing	53,000	49,500
Contracted services - preservation and digital services	31,385	23,880
Contracted services - lectures and concerts	27,201	24,236
Legal	26,145	42,093
Professional fees - other	17,125	126,166
Grants	13,250	18,000
	<hr/>	<hr/>
Operating expenses, excluding depreciation and amortization	7,264,445	6,886,018
Depreciation and amortization	950,942	928,505
	<hr/>	<hr/>
	\$ 8,215,387	\$ 7,814,523

PROPRIETORS OF THE BOSTON ATHENÆUM

Book Endowment Funds

September 30, 2018

Adams, Thomas H.	\$	17,855
Akins, Cary W., M.D.		4,648
Aldrich, C. Duane		122,881
Aldrich, Virginia		72,346
Alexander, Jean Sears		6,455
Allen, Adele Waterman		45,629
Altschuller, Alex & Trish		4,065
Ames, Sarah Russell		394,760
Anderson, Catherine S.		19,541
Anderson, Rae & Christina		10,474
Appleton, Helen Kortright		50,994
Appleton, Samuel		147,504
Armstrong, Katharine Cortesi		9,407
Armstrong, Rodney		328,835
Atkins, Robert E.		18,933
Atkinson, Susan Ashley		14,819
Ayer, Dr. & Mrs. James Bourne		713,490
Baker, Morton H.		10,833
Banks, Gail & Edward C. Pinkus		41,033
Bardwell, T. C.		6,588
Barrett, Joan & Dorothea Bowditch Jones		10,091
Batchelder, Katharine A.		21,480
Beacon Hill Reading Group		16,699
Beck, Emily Morison		5,692
Belknap, Judith Levitt		11,237
Bemis, George F. - reading room and purchase of books		321,341
Bennett, Susan		22,700
Bentinck-Smith, William		74,076
Berman, Ann E. & Samuel S. Spektor Jr.		67,637
Beston, Henry		7,609
Biewend, Cameron		43,983
Billings, Robert Charles		23,107
Bird, Anna Child		273,022
Bird, Charles Sumner		53,370
Bishop, John, IV		8,093
Bledsoe, Robin		5,091
Bloom, Arnold		6,638
Bok, Derek & Sissela		12,153
Bok, Joan Toland		118,555
Boston Library Society book funds		96,046
Bowditch, Nathaniel Ingersoll		11,549
Bradford, Edward H. & Edith Fiske		21,368
Brandt, John H.		25,125
Bromfield, John		6,587,988
Brown, Annella		10,423

PROPRIETORS OF THE BOSTON ATHENÆUM

Book Endowment Funds

September 30, 2018

Brush, Ruth Seaman	\$	63,759
Bryant, William J.		15,193
Buchanan, Helen E.		4,169
Buchanan, Paul G.		5,469
Bush, James & Reginald Taylor		5,032
Cahill, Dorothy G.		56,267
Carey, Margaret		23,450
Carlhian, Jean Paul		5,914
Cheimets, Sheila		13,890
Child, Susan Furlow		40,992
Clark, Edward		6,868
Clark, George H.		11,989
Clark, Grenville, Jr.		27,758
Cohen, Winifred		9,985
Cohn, Haskell		105,821
Collier, David & Thomas		17,314
Confederate Imprints Fund		121,873
Cooke, Pauline M.		6,684
Coolidge, Georgina L. & Lucy R.		5,671
Cortesi, Roger		21,786
Coughlin, William G.		80,612
Council of Associate Members		23,051
Cox, Archibald		31,326
Crowell, Thomas Irving		17,642
Cunningham, Henry W.		19,258
Cushing, William T. & Jean G.		25,187
Cuthrell, Hiram J., Jr.		5,807
Cutler, Anna W.		14,109
Danielson, Barbara Deering		46,481
Davis, George Bancroft		24,849
de Neufville, Richard & Virginia		5,725
Demarest, William		7,782
Dickinson, Charles C., III		46,281
Dodge, Rear Admiral F. Riley		10,042
Donaldson, Denny Emanuel		4,347
Drogue, Walter G.		60,336
Duke, Peter Beauregard		90,986
Dumbaugh, Frank Richard & Alice Josephine Cantwell		267,567
Eliot, Theresa Ann		54,770
Elliot, John Morse		48,489
Emerson, Dr. & Mrs. L. Eugene		16,780
Falco, K. Mathea		11,687
Fine, Norma & Phil		18,468
Flahive, Gertrude O.		9,200
Flood, Dorothy J.		9,746

PROPRIETORS OF THE BOSTON ATHENÆUM

Book Endowment Funds

September 30, 2018

Flower, Nicholas William	\$	5,806
Friedman, Lee M.		213,409
Galvin, John T. & Ruth M.		77,915
Gannon, Joseph J.		20,742
Gowing, Charles D.		8,649
Gowing, Elizabeth Stuart		56,360
Gray, Russell		23,107
Greene, Charlotte Nichols		23,102
Greene, Stephen		62,399
Halfyard, Robert L.		360,135
Harder, Hollie Markland, Dr.		14,449
Harder, Torrence C.		21,046
Harrison, John P.		11,430
Hart, Francis B.		36,052
Hartmann, Edward G.		5,955
Healy, Henry S.		76,346
Helman, Edith F.		14,639
Hemenway, Alfred		23,107
Herrick, George Gardner		16,280
Hersey, Heloise		17,326
Higgins, Eileen		6,172
Hilton, Nancy T.		288,371
Hofer, Philip		83,811
Hollingsworth, Amor		8,785
Hornblower, Henry		162,655
Houghton, Priscilla Dewey		5,274
Huff, Ann & J. Craig		2,987
Hulse, James Henry		8,434
Hurd, Christopher W.		10,259
Hurd, Joy Dickerman		15,149
Hyland, Christopher S.		10,236
Ingalls, Jerome M.		5,474
Ingram, David B.		12,188
Jackson, Charles		136,507
Janicco, Terence		12,676
Johnson, Elsie Livingston		168,545
Johnson, Harriet		5,135
Johnson, Marrian G.		17,244
Jolliffe, Ruth Oliver		33,242
Justley, Kathryn B.		4,591
Kates, Sumner Roy		49,467
Kehoe, William F.		128,954
Kelsey, Robert Louis		106,423
King, Stanley & Margaret P.		29,315
Klinck, Mary Elizabeth deFreest		18,182

PROPRIETORS OF THE BOSTON ATHENÆUM

Book Endowment Funds

September 30, 2018

Klinck, Mason Joseph O'Neil, Sr.	\$	22,451
Koelsch, Alvin C. & Alice B.		13,276
Kosta, Mary		6,154
Krasauskas, John		28,625
Kunian, Stephen T.		37,590
Lacy, Clive W.		33,107
Lally, Francis J.		9,164
Lamb, Rosamond		16,544
Lamont, John H., M.D. & Lorna J.		56,351
Lang, Howard W.		103,255
Larus, Joel		16,114
Laughlin, Henry A.		7,000
Leef, Andrew Newton		9,042
Leef, Charles N.		5,084
Lewis, Bettilu Porterfield		23,399
Life Members Book Fund		48,753
Lincoln, Robin		14,658
Logan, Sheridan Ashton		51,349
Lord, Arthur		65,140
Loring, Augustus P.		60,547
Loring, Caleb, Jr. - Confederate Imprints		182,501
Loring, Stanton D.		20,624
Lyman, Cynthia & John L.		50,654
MacFadden, Priscilla S.		97,882
Malt, Ronald A.		48,829
Maltsberger, Ruth Rogers		61,723
Manning, Hiram Peter		12,282
Marcantonio, Joseph		28,932
Marshall, Jane & Jeffrey		59,425
Matthews, Albert		31,247
Maycock, Susan E.		9,013
Mazzulli, Luigi & Mary		17,109
McElaney, Elizabeth		7,767
McGrath, Linda Byers		5,671
McKibbin, David M. K.		68,582
Members book funds		26,557
Merrill, Mary		58,517
Metcalf, Arthur G. B.		92,404
Mill, Wm. Malcolm & Mildred Foye		9,420
Milton, Constance R.		11,342
Mitchell, Jerrold I. W.		22,414
Moore, Roger Allan		9,472
Morison, Patricia G.		5,872
Morse, Samuel T.		33,116
Moulton, Arthur Wheelock		39,964

PROPRIETORS OF THE BOSTON ATHENÆUM

Book Endowment Funds

September 30, 2018

Mountz, James T.	\$	5,496
Mullins, Corinne M.		19,255
Mulroy, Richard & Anne		7,243
Murray, Henry A.		18,546
Nathan, E. Geoffrey & Ruth Gordon		6,425
Nelson, Alan A.		3,065
Neustadt, Maurice		5,233
Newman, Oliver Adams		58,546
Nichols, Frederick		91,271
Nichols, Guy		6,326
Nichols, J. Howard		9,621
Nichols, Lyman		52,517
Nordell, Roderick		20,771
Nylander, Robert Harrington		10,836
O'Brian, Patrick		6,968
Oliver, Andrew		89,948
Oliver, Peter		43,334
O'Meara, Michael J. & Ellen Esther		44,701
Osborne, Marjorie B. & Gordon		47,608
Osgood, Esther E.		9,721
Osgood, Nancy & William		13,209
Paine, Susan W.		21,622
Paine, Victoria L. M.		10,237
Parkman, George F.		320,429
Parsons, Susan		23,107
Paterson, Stanley & Carl Seaburg		41,411
Pellegrino, Joseph		15,275
Perera, Guido R.		15,859
Peretz, Anne L.		16,479
Perry, Arthur & Emily		9,867
Phillips, Bradley S.		13,722
Pickman, Hester C.		8,620
Potts, Barbara B.		5,571
Pragnell, Walter L. & Ruth J.		9,725
Proprietor's Book Fund		646,896
Prouty, Roger W.		60,538
Reinhard Family		25,809
Richmond, Carlton		17,382
Righter, James V.		17,306
Robertson, Hannah Doane Carter		527,117
Rosen, Fred S., M.D.		7,091
Roy, Adelard A. & Valeda Lee		104,495
Ruzicka, Tatiana		10,275
Sammarco, Anthony Mitchell		8,486
Sargent, Daniel		24,127

PROPRIETORS OF THE BOSTON ATHENÆUM

Book Endowment Funds

September 30, 2018

Satterthwaite, James Sheafe & Margaret Howard Speer	\$	29,701
Sears, Evelyn G.		22,947
Segre, Emilio		5,693
Serantes, Carmen & Alfonso		12,814
Severne, Homer A.		85,203
Shapiro, Robert N.		30,085
Shawmut Bank		9,412
Shenton, Robert & Elizabeth		19,747
Sherwood, Robert S. & Arlene R.		12,193
Shibata, Masahiko		7,390
Shields, Lawrence Thornton		12,634
Shields, Robert		6,662
Shurcliff, Katherine B.		28,908
Slater, Alan		20,857
Smith, Charles E.		12,986
Smith, Stanley Webster		15,939
Snyder, Arthur F. F.		7,609
Stacey, Roger Foy		55,279
Stearn, Samuel, Mildred & Marvin		12,811
Stephenson, Robert B.		8,170
Stewart, Reba		9,640
Stone, Mary Lovell		25,734
Sullivan, Thomas Russell		5,772
Swan, Marshall W. S.		9,437
Taft, Edward A.		47,593
Taylor, Thomas Heyward		18,979
Terry, George F.		5,772
Thayer, Ethel Randolph		32,239
Thoma, Henry F.		132,449
Thompson, Zane Albion		121,502
Thomson, William Orville		11,066
Thoron, Gray		27,074
Trubek, Elizabeth Throckmorton		12,083
Trumbull, Frank S.		6,299
Tucker, Norman		6,808
Tucker, Ruth		80,863
Vaillant, Marion W.		26,472
Vershbow, Arthur & Charlotte		266,387
Vickery, Robert G.		30,911
Vogel, Stanley M.		22,966
Wakefield, Mary May Binney		139,854
Ward, Thomas Wren		23,107
Webber, Vila B.		13,278
Wellington, Martha Underwood		137,445
Wentworth, Michael Justin		19,175

PROPRIETORS OF THE BOSTON ATHENÆUM

Book Endowment Funds

September 30, 2018

Whitehill, Walter Muir	\$	30,727
Wick, Kathleen L. & Peter A.		23,300
Wiggin, John H.		10,437
Wiggin, Kathleen I.		10,223
Williams, Alexander		456,006
Windsor, Elizabeth Foster		57,095
Winslow, Ola Elizabeth		23,142
Wirth, Jacob & Dorothy		38,530
Woolsey, John M.		23,000
Wootton, Major John Graham		19,884
Wootton, Mary Louissetta B.		15,725
Yntema, Douwe B.		279,645
Young Presidents Organization		<u>12,128</u>
Total book endowment funds	\$	<u><u>20,655,700</u></u>
Funds classified as follows:		
Permanently restricted	\$	12,974,120
Temporarily restricted		6,549,030
Unrestricted - Board-designated		<u>1,132,550</u>
Total book endowment funds	\$	<u><u>20,655,700</u></u>

PROPRIETORS OF THE BOSTON ATHENÆUM

Special Endowment Funds

September 30, 2018

Adams, Mitchell & Kevin Smith	Art acquisitions Bicentennial Fund	\$ 11,508
Anonymous	Chief Conservator	1,753,159
Anonymous	Children's Librarian	1,050,433
Anonymous	Materials related to Canada	420,034
Anonymous	Programs & events	59,857
Bain, Caroline D.	Archivist	664,356
Baylor, Ruth M.	Events	31,287
Beck, Emily	Conservation Funds	9,212
Berman, Ann E. & Samuel S. Spektor Jr.	Conservation Funds	33,413
Berry, Joseph Breed	Minor amenities	5,671
Billings, Robert Charles	Printing of books	35,254
Bromer, Anne C. & David J.	Curator of rare books & manuscripts	774,630
Cabot Family Charitable Trust	Director's position	299,705
Calderwood, Norma Jean	Exhibition Gallery	665,946
Calderwood, Stanford	Director's position	2,971,535
Chamberlain, Elsie	Building	865,712
Choate, Elizabeth C.	Print acquisitions	11,693
Cummings, Charles A.	Books & photographs on architecture & allied arts	48,174
Dana, Charles S.	Flowers for Athenaeum desks & staff salaries	149,966
Daye, Stephen	Purchase & binding of early newspapers	181,386
Donaldson, Oliver S. & Jennie R.	Conservation & binding of books	87,382
Dumbaugh, Karin	Materials on Boston Common, Public Garden & Comm. Ave.	28,129
Eaton, John Hubbard Sturgis	Lectures	199,513
Emmet, Alan	Book conservation	50,725
Galvin, Ruth	Publications	75,014
Gardiner, Tudor	Book conservation	28,331
Good Samaritan	Internships	250,729
Gray, Russell	Pension	24,850
Hale, Martin & Deborah	Conservation	116,720
Halfyard, Robert	Lecture	85,771
Hall, Ariel W.	Concerts	101,626
Harder, Torrence C.	Lectures & events	113,698
Harris, Henry	Use of Fine Arts Committee	182,894
Hayes, Bartlett Jr.	Poster acquisitions	21,880
Henry, Bayard	Art conservation	9,759
Henry, Bayard	Performing arts	167,796
Hilles, Susan Morse	Art acquisitions	131,813
Hilles, Susan Morse	Curator of paintings & sculpture	1,184,474
Hilles, Susan Morse	Fine arts acquisitions	854,602
Hilles, Susan Morse	Lectures & events	47,504
Howe, Frances Hovey	Print acquisitions	410,316
Hunnewell, James	Conservation	73,608
Hunt, William Morris, II	Photography acquisitions	77,944
Jewell, Harvey	Staff pension	929,691
Kelley, Donald C.	Exhibition & events	84,375
Kimball Staff Fund	Assistance to Athenaeum employees	10,714
Klinck, Mary Elizabeth Knickerbocker deFreest	Lectures	43,864
Klinck, Mason J. O., Sr.	Conservation lectures	43,864
Lacy, Clive Q.	Conservation	70,475
Lamb, Rosamond, established in memory of Horatio A. Lamb	Conservation	215,402
Lane, Arthur	Materials related to maritime history	151,848
Loring, Caleb	Fellowships	49,884
Loring, Caleb	Internships	29,125
Lothrop, Eleanor & Francis B.	Book conservation	18,000
Lovelace, Richard S.	Conservation	22,299
Mason, Charles E., Jr.	Operation of Print Room, including purchases	114,675

PROPRIETORS OF THE BOSTON ATHENÆUM

Special Endowment Funds

September 30, 2018

Mead, Agneta	Conservation	\$ 14,997
Mooney, Mary C. E.	Fellowships	88,941
Morse, Elizabeth	Paper conservation	7,616
Mudge, Mr. & Mrs. L. Taylor	Fellowships	112,707
National Endowment for the Humanities	Head of technical services & automation	1,936,062
Newman, Robert B.	Conservation	9,720
Nielsen, Gertrude B.	Art conservation	9,723
Nordell, Joan	Education & community affairs	64,827
Oliver, Andrew	Events	142,645
Others	Art acquisitions	47,832
Others	Art conservation	4,304
Others	Art gallery	92,838
Others	At the discretion of the director	61,527
Others	Book conservation - 21 C	22,970
Others	Children's Library outreach	11,369
Others	Conservation	78,262
Others	Fellowships	21,940
Others	Lectures & events	101,189
Others	Print room 21 C	1,487
Others	Publications	47,706
Others	Staff pension	312,951
Peterson, Marilyn L. R.	Conservation	13,809
Sammarco, Anthony M.	Print acquisitions	9,847
Sears, Dr. Bernard R. & Edna M.	Book conservation	28,102
Severy, Alexander K.	Book conservation	4,276
Severy, Robert P.	Art conservation	7,509
Starr, Donald C.	Internships	116,513
State Street Bank	Print acquisitions	12,763
Steiner, W. H. C.	Print acquisitions	37,101
Strong Family	Cataloging & conservation	32,698
Thomson, William Orville	Lectures	57,261
Wallace, Linda Clark	At the discretion of the director	5,659
Washington Library	George Washington Library collection	299,435
Weems, Katherine Lane	Print acquisitions	299,142
West, Emily	Art conservation	16,129
Wick, Kathleen	Conservation	121,035
Wiles, Eleanor	Conservation	49,160
Wyman, Ellen Mann	Print acquisitions	8,591

Total special endowment funds	\$ <u>20,462,868</u>
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Funds classified as follows:

Permanently restricted	\$ 13,365,300
Temporarily restricted	3,617,850
Unrestricted - Board-designated	<u>3,479,718</u>

Total special endowment funds	\$ <u>20,462,868</u>
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PROPRIETORS OF THE BOSTON ATHENÆUM

General Endowment Funds

September 30, 2018

Atkins, Robert E.	\$	184,030
Baldwin, George W.		3,856
Bell, Helen Choate		3,856
Boston Library Society Funds		884,713
Broderick, Dr. and Mrs. Francis P.		141,902
Bullard, M. R.		426,150
Burdon-Muller, Roland		3,072
Cabot, George		87,035
Channing, Katherine M.		3,856
Cruft, Francis Cordis		17,077
Curtiss, Frederic		17,077
Dustin, Florence		360,572
Emmons, Elizabeth		3,856
Everett, Edward Memorial		2,756
Fanning, Marshall		11,012
Friedman, Lee M.		79,595
Gannet, William W.		20,645
General endowment		2,111,665
Gibbs, Jeannette P.		176,477
Greer, Ina May		218,940
Hacker, Barbara Lang & Howard W. Lang		2,459,842
Hilles, Susan Morse		1,723,582
Howes, William Burley		281,355
Jewell, Harvey Centennial Fund		1,230,264
Lincoln, George		259,448
Loring, Caleb		561,856
Loring, Stanton		100,092
Maltsberger, John T.		107,779
McIntyre, Helen Horner		1,086,566
Mead, Charles		174,867
Metcalf, Elinor Gregory		80,090
Mooney, Mary C. E.		204,739
Paine, Richard C.		241,398
Peterson, Marilyn R.		683,653
Sargent, Daniel		87,035
Sibley, Henry Clark		35,200
Smith, Eleanor Frothingham		47,938
Sullivan, Thomas Russell		3,838
Stange, Alida		236,900
Thacher, Josephine		135,756
Thomas, Augusta		674,397
Twenty-First Century Club		2,222,071
Washington Paintings Fund		7,245,119
Weems, Katharine Lane		438,920
Other Board-designated endowment funds		<u>25,937,205</u>
	\$	<u>51,018,052</u>
Funds classified as follows:		
Permanently restricted	\$	3,750,417
Temporarily restricted		2,441,365
Unrestricted - Board-designated		<u>44,826,270</u>
Total general endowment funds	\$	<u>51,018,052</u>