

CONGRESS OF RACIAL EQUALITY, INC.

YEAR ENDED MAY 31, 1963

APFEL & ENGLANDER
CERTIFIED PUBLIC ACCOUNTANTS

CONGRESS OF RACIAL EQUALITY, INC.

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APFEL & ENGLANDER
CERTIFIED PUBLIC ACCOUNTANTS
347 MADISON AVENUE
NEW YORK 17, N.Y.
212 MU 9-4825

September 26, 1963

Board of Directors
Congress of Racial Equality, Inc.
38 Park Row
New York, N. Y.

Gentlemen:

We have examined the balance sheet of the Congress of Racial Equality, Inc. as of May 31, 1963, and the related statement of income and expenses and general fund balance (deficit) for the year then ended.

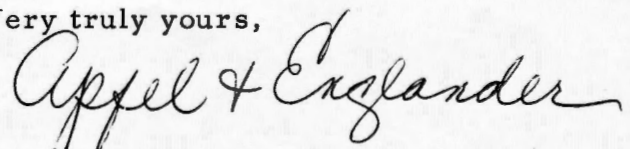
It was not practicable to extend our examination of the cash receipts beyond accounting for the receipts as recorded.

The amount due on bail bonds was \$153,617.00. Your staff has estimated that there will be a reduction of approximately \$26,189.75 for fines and court costs and an allowance of this amount has been set up. We have been informed that the cases for which some of these bail bonds have been deposited are under appeal, and the estimate of court costs and fines is based on winning the cases. Should they be lost, a considerably higher cost would be involved. While we have tested the accuracy of the gross figure, it was not possible to obtain confirmation of individual balances due.

We did not confirm the accounts receivable for art work but satisfied ourselves as to their accuracy by other auditing procedures. In all other respects 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.

Because of the qualifications noted above we are unable to express an opinion on the accompanying statements.

Very truly yours,



Certified Public Accountants

CONGRESS OF RACIAL EQUALITY, INC.

BALANCE SHEET

ASSETS	MAY 31, 1963		MAY 31, 1962	
CASH:				
On hand	\$	125.00	\$	150.00
Western Union -- on deposit		475.00		1,750.00
Checking accounts:				
Regular		1,398.23		361.04
Other (see contra)		1,905.81		7,305.85
Savings accounts:				
Regular		10,709.60		10,486.01
Pledged (contra)		-		5,198.42
		\$ 14,613.64		\$ 25,251.32
RECEIVABLES:				
Accounts receivable -- art work		7,881.00		-
Travel advances to employees		3,364.72		3,380.15
Bail bond fund receivables	\$ 153,617.00		\$ 158,317.00	
Less allowance for possible losses	26,189.75	127,427.25	25,000.00	133,317.00
Due from CORE chapters		816.14		761.91
Due from Virginia Action Institute		-		184.43
Loans receivable		1,444.70		8,683.53
Accrued interest receivable		-		75.88
Miscellaneous advances		403.56		150.00
		141,337.37		146,552.90
OTHER ASSETS:				
Security deposits		1,498.28		1,506.42
Prepaid program expense		-		187.16
		1,498.28		1,693.58
		\$157,449.29		\$173,497.80
LIABILITIES AND GENERAL FUND BALANCE (DEFICIT)				
LIABILITIES:				
Federal taxes withheld from employees	\$	2,699.97	\$	2,465.45
New York State taxes withheld from employees		403.66		342.98
Union dues payable		-		84.25
Hospitalization		-		193.14
		\$ 3,103.63		\$ 3,085.82
Bank loans payable -- New York Savings Bank (secured contra)				5,000.00
Loans payable		119,323.17		121,388.00
Accrued expenses and sundry payables		37,763.42		29,599.45
Funds for transmittal		99.00		99.00
		160,289.22		159,172.27
Fund for Voter Registration (see contra)		1,905.81		7,305.85
		162,195.03		166,478.12
		(4,745.74)		7,019.68
GENERAL FUND BALANCE (DEFICIT) (Page 3)		\$157,449.29		\$173,497.80

See attached accountants' letter

CONGRESS OF RACIAL EQUALITY, INC.

STATEMENT OF INCOME AND EXPENSES AND GENERAL FUND BALANCE (DEFICIT)

	YEAR ENDED			
	MAY 31, 1963		MAY 31, 1962	
INCOME:				
Contributions:				
General:				
Securities (valued at proceeds of sale)	\$ 2,497.33		\$ 8,333.49	
Cash	375,505.62		343,797.09	
	<u>378,002.95</u>		<u>352,130.58</u>	
Freedom Rides	1,957.91		101,176.36	
Bequests	1,270.61		5,000.00	
Chapters	8,847.73		11,529.23	
Art work in kind (valued at proceeds of sale)	<u>28,506.22</u>	\$ 418,585.42	<u>3,879.94</u>	\$ 473,716.11
Special events:				
Meetings, dinners, etc.		37,832.54		63,431.54
Other income:				
Sales:				
Holiday cards	42,560.52		57,081.69	
Literature and miscellaneous	10,415.66		3,425.41	
	<u>52,976.18</u>		<u>60,507.10</u>	
Freedom Ride film	1,124.47		4,106.03	
Special fees	6,256.47		10,562.94	
Interest income	<u>194.06</u>	<u>60,551.18</u>	<u>247.08</u>	<u>75,423.15</u>
		\$ 516,969.14		\$ 612,570.80
EXPENSES (Pages 5 and 6):				
Fund raising and membership maintenance:				
Membership maintenance	67,153.45		39,876.25	
Membership recruitment	49,420.74		46,210.93	
	<u>116,574.19</u>		<u>86,087.18</u>	
Other fund-raising costs	<u>24,045.78</u>	140,619.97	<u>43,369.23</u>	129,456.41
Administration		74,625.48		69,899.77
Holiday cards (see Note)		46,444.61		37,669.58
Program (Page 4)		<u>267,044.50</u>		<u>397,256.65</u>
		528,734.56		634,282.41
EXCESS OF (EXPENSES) FOR YEAR		(11,765.42)		(21,711.61)
GENERAL FUND BALANCE - BEGINNING OF YEAR		<u>7,019.68</u>		<u>28,731.29</u>
GENERAL FUND BALANCE (DEFICIT) - END OF YEAR (Page 2)		<u>\$ (4,745.74)</u>		<u>\$ 7,019.68</u>

Note: All costs pertaining to holiday cards were charged to current period. No inventory of unsold cards was recorded.

See attached accountants' letter.

CONGRESS OF RACIAL EQUALITY, INC.PROGRAM EXPENSES

(see details on Pages 5 and 6)

	YEAR ENDED	
	MAY 31, 1963	May 31, 1962
Chapter expansion	\$ 61,355.93	\$ 39,400.03
Public information and education	67,348.81	67,898.99
Social service program	71,711.92	70,562.68
Houston Action Institute	4,507.29	99.28
Columbus Action Institute	3,270.75	-
New York Area Conference	456.60	-
Freedom Rides	4,351.99	201,540.25
Voter Education	9,601.54	5,600.19
Freedom Highway	17,534.71	107.88
Task Forces	11,730.13	-
Publications	11,540.56	-
Regional offices	3,634.27	-
Virginia Action Institute	-	7,738.50
Boston Housing Institute	-	1,996.36
Route 40 Project	-	2,312.49
(Page 3)	<u>\$267,044.50</u>	<u>\$397,256.65</u>

See attached accountants' letter.

CONGRESS OF RACIAL EQUALITY, INC.
EXPENSES ALLOCATED INTO CATEGORIES (NOTE)
YEAR ENDED MAY 31, 1963

	FUND RAISING AND MEMBERSHIP MAINTENANCE										
	MEMBERSHIP MAINTENANCE	MEMBERSHIP RECRUITMENT	OTHER FUND RAISING COSTS	ADMINISTRA- TION	HOLIDAY CARDS	CHAPTER EXPANSION	PUBLIC INFORMATION AND EDUCATION	SOCIAL SERVICE PROGRAM	HOUSTON ACTION INSTITUTE	COLUMBUS ACTION INSTITUTE	NEW YORK AREA CONFERENCE
Salaries	\$26,657.86	\$ 1,404.30	\$ 5,523.88	\$43,406.14	\$ 2,624.66	\$41,123.64	\$21,271.86	\$22,681.00	\$ 1,004.47	\$ 647.31	\$ -
Payroll taxes and employee benefits	1,344.02	70.80	278.50	2,188.42	132.33	2,073.34	1,072.47	1,143.51	50.64	32.64	-
Fees and services	19,151.61	7,218.84	13,118.99	3,569.41	3,364.41	37.00	4,158.30	513.45	-	-	-
Mimeograph and mailing	12,657.44	23,312.60	182.55	207.87	10,459.13	2,303.94	7,639.75	817.90	37.56	155.36	-
Promotion and publicity	-	6,631.44	150.38	.80	8,992.71	40.00	2,832.81	14.93	-	-	10.80
Publications	-	-	-	-	13,111.00	-	10,810.10	-	-	-	-
Stationery and supplies	4,710.53	10,564.71	619.21	347.36	7,758.32	1,787.16	2,197.89	1,687.47	52.05	13.91	28.46
Telephone and telegraph	225.16	218.05	913.19	3,168.87	1.45	3,667.77	3,819.67	4,993.87	231.78	67.84	-
Travel	22.70	-	2,603.28	10,442.72	.60	7,450.80	4,883.66	9,358.02	2,995.56	1,031.06	188.17
Rent	2,384.13	-	603.83	2,987.95	-	1,927.08	2,664.96	1,842.09	-	1,316.00	-
Audit	-	-	-	1,400.00	-	-	-	-	-	-	-
Insurance	-	-	-	1,385.79	-	-	-	-	-	-	-
Corelator	-	-	-	-	-	-	3,787.38	-	-	-	-
Council and convention	-	-	-	1,476.60	-	-	-	-	-	-	-
Bonding fees	-	-	-	-	-	-	-	3,100.00	-	-	-
Fines and costs	-	-	-	-	-	-	-	2,482.00	-	-	-
Legal fees	-	-	-	100.00	-	-	-	19,876.99	-	-	-
Equipment	-	-	-	3,090.35	-	-	-	-	-	-	-
Meetings	-	-	-	-	-	7.50	115.37	-	-	-	130.00
Flyers, leaflets, etc.	-	-	-	-	-	-	2,006.56	1,583.10	-	-	-
Medical expense	-	-	-	20.00	-	-	-	107.96	-	-	-
Good and welfare	-	-	-	101.07	-	550.50	-	1,145.50	1.00	-	-
General expense	-	-	51.97	732.13	-	38.20	88.03	364.13	60.85	6.63	99.17
Subsidy	-	-	-	-	-	349.00	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	73.38	-	-
(Page 3)	\$67,153.45	\$49,420.74	\$24,045.78	\$74,625.48	*\$46,444.61	\$61,355.93	\$67,348.81	\$71,711.92	\$ 4,507.29	\$ 3,270.75	\$ 456.60

* - All costs pertaining to holiday cards were charged to the current period. No inventory of unsold cards was recorded.

Note: Allocations of expenses were furnished by the management.

See attached accountants' letter.

CONGRESS OF RACIAL EQUALITY, INC.
EXPENSES ALLOCATED INTO CATEGORIES (NOTE)

YEAR ENDED MAY 31, 1963

	FUND RAISING AND MEMBERSHIP MAINTENANCE										
	MEMBERSHIP MAINTENANCE	MEMBERSHIP RECRUITMENT	OTHER FUND RAISING COSTS	ADMINISTRA- TION	HOLIDAY CARDS	CHAPTER EXPANSION	PUBLIC INFORMATION AND EDUCATION	SOCIAL SERVICE PROGRAM	HOUSTON ACTION INSTITUTE	COLUMBUS ACTION INSTITUTE	NEW YORK AREA CONFERENCE
Salaries	\$26,657.86	\$ 1,404.30	\$ 5,523.88	\$43,406.14	\$ 2,624.66	\$41,123.64	\$21,271.86	\$22,681.00	\$ 1,004.47	\$ 647.31	\$ -
Payroll taxes and employee benefits	1,344.02	70.80	278.50	2,188.42	132.33	2,073.34	1,072.47	1,143.51	50.64	32.64	-
Fees and services	19,151.61	7,218.84	13,118.99	3,569.41	3,364.41	37.00	4,158.30	513.45	-	-	-
Mimeograph and mailing	12,657.44	23,312.60	182.55	207.87	10,459.13	2,303.94	7,639.75	817.90	37.56	155.36	-
Promotion and publicity	-	6,631.44	150.38	.80	8,992.71	40.00	2,832.81	14.93	-	-	10.80
Publications	-	-	-	-	13,111.00	-	10,810.10	-	-	-	-
Stationery and supplies	4,710.53	10,564.71	619.21	347.36	7,758.32	1,787.16	2,197.89	1,687.47	52.05	13.91	28.46
Telephone and telegraph	225.16	218.05	913.19	3,168.87	1.45	3,667.77	3,819.67	4,993.87	231.78	67.84	-
Travel	22.70	-	2,603.28	10,442.72	.60	7,450.80	4,883.66	9,358.02	2,995.56	1,031.06	188.17
Rent	2,384.13	-	603.83	2,987.95	-	1,927.08	2,664.96	1,842.09	-	1,316.00	-
Audit	-	-	-	1,400.00	-	-	-	-	-	-	-
Insurance	-	-	-	1,385.79	-	-	-	-	-	-	-
Corelator	-	-	-	-	-	-	3,787.38	-	-	-	-
Council and convention	-	-	-	1,476.60	-	-	-	-	-	-	-
Bonding fees	-	-	-	-	-	-	-	3,100.00	-	-	-
Fines and costs	-	-	-	-	-	-	-	2,482.00	-	-	-
Legal fees	-	-	-	100.00	-	-	-	19,876.99	-	-	-
Equipment	-	-	-	3,090.35	-	-	-	-	-	-	-
Meetings	-	-	-	-	-	7.50	115.37	-	-	-	130.00
Flyers, leaflets, etc.	-	-	-	-	-	-	2,006.56	1,583.10	-	-	-
Medical expense	-	-	-	20.00	-	-	-	107.96	-	-	-
Good and welfare	-	-	-	101.07	-	550.50	-	1,145.50	1.00	-	-
General expense	-	-	51.97	732.13	-	38.20	88.03	364.13	60.85	6.63	99.17
Subsidy	-	-	-	-	-	349.00	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	73.38	-	-
(Page 3)	\$67,153.45	\$49,420.74	\$24,045.78	\$74,625.48	*\$46,444.61	\$61,355.93	\$67,348.81	\$71,711.92	\$ 4,507.29	\$ 3,270.75	\$ 456.60

* - All costs pertaining to holiday cards were charged to the current period. No inventory of unsold cards was recorded.

Note: Allocations of expenses were furnished by the management.

See attached accountants' letter.

CONGRESS OF RACIAL EQUALITY, INC.EXPENSES ALLOCATED INTO CATEGORIES (NOTE)

(continued)

	FREEDOM RIDES	VOTER EDUCATION	FREEDOM HIGHWAY	TASK FORCES
Salaries	\$ -	\$ 18,774.20	\$ 4,125.88	\$ 7,419.77
Payroll taxes and employee benefits	-	946.54	208.02	374.08
Fees and services	31.00	87.66	399.50	80.55
Mimeograph and mailing	-	109.13	19.86	120.00
Promotion and publicity	-	711.70	94.30	32.45
Stationery and printing	-	444.65	158.25	38.47
Telephone and telegraph	-	2,063.17	1,344.20	785.06
Travel	644.99	9,491.06	8,562.62	2,842.52
Rent	-	745.00	-	10.00
Utilities	-	87.48	-	-
Bonding fees	450.00	-	-	-
Fines and costs	-	37.50	32.00	-
Legal fees	3,226.00	4.00	2,332.00	-
Equipment	-	43.70	-	-
Meetings	-	-	-	1.25
Flyers, leaflets, etc.	-	180.77	138.66	-
Medical expense	-	5.00	93.36	4.00
Good and welfare	-	10.00	-	11.72
General expense	-	60.02	2.17	10.26
Miscellaneous	-	-	23.89	-
	4,351.99	33,801.58	17,534.71	11,730.13
Less reimbursement from Voter Registration Project Grant	-	24,200.04	-	-
(Page 3)	\$ 4,351.99	\$ 9,601.54	\$ 17,534.71	\$ 11,730.13

Note: Allocations of expenses were furnished by the management.

See attached accountants' letter