FINANCES

Report of W. C. Heaton and Company, Certified Public Accountants, 25 West 45th Street, New York.

National Association for the Advancement of Colored People, 69 Fifth Avenue, New York City.

Gentlemen:

Pursuant to engagement, we have examined the books and other accounting records of the

NATIONAL ASSOCIATION FOR THE ADVANCEMENT OF COLORED PEOPLE, GENERAL DEPARTMENT

for the year ended December 31, 1927. In connection therewith we have prepared and submit the following financial statements:

Exhibit A-Balance Sheet, December 31, 1927.

- "B-Statement of Income and Expenses (exclusive of Special Funds for Year Ended December 31, 1927.
- " C—Summary Statement of Special Funds for the Year Ended December 31, 1927.

While a detailed audit of the accounts was not made, extensive tests were applied to determine the correctness and accuracy of the various entries. We have made the usual verification of balance sheet items.

We are submitting below in condensed form a comparison of the assets and liabilities as at December 31, 1927 and 1926 with increases and decreases:

			Increase
Assets	1927	1926	Decrease
Cash	\$12,779.06	\$20,622.46	\$7,843.40
Bonds	29,521.25	27,521.25	2,000.00
Inventory	50.00	55.00	5.50
Furniture and fixtures, net of deprecia-	3,860.95	3,806.80	54.15
Deferred charges	235.89	121.11	114.78
	\$46,447.15	\$52,127.12	\$5,679.97

LIABILITIES	1027	1026	Increase
	1927	1926	Decrease
Special fund reserves	\$39,912.13 1,579.88	\$40,818.92 167.42	\$ 906.79 1,412.46
	\$41,492.01	\$40,986.34	\$ 505.67
NET WORTH			
Balance January 1	\$11,140.78	\$21,122.63	\$9,981.85
Net gain or loss for year	6,185.64	9,981.85	3,796.21
	4,955.14	11,140.78	6,185.64
Total liabilities and net worth	\$46,447.15	\$52,127.12	\$5,679.97

There appears no occasion to comment on any item in the statements, other than the investment in bonds amounting to \$29,521.25, par value \$32,000.00. The securities are held by the Guaranty Trust Company for safe keeping.

In our opinion the appended balance sheet and statement of income and expenses state, with substantial accuracy, the financial position of the General Department of the National Association for the Advancement of Colored People as at December 31, 1927 and the financial operations for the year then ended.

Very truly yours,

W. C. HEATON AND CO.

