## Notes To Financial Statements For The Year Ended December 31, 1987

Note 1: The organization was incorporated as a Non-Profit organization under section 501 (C) (3) of the Internal Revenue Code.

Note 2: **Significant Accounting Policies**—The Company maintains its records using the accrual basis of accounting. Fixed assets acquired prior to 1981 and after 1985 are depreciated using the straight line method over the expected useful lives of the assets. Assets purchased from 1981 until 1985 are depreciated using the Accelerated Cost Recovery System (ACRS) method at specified rates.

Note 3: **Investments**—Investments are recorded at the lower of cost or current market. As of December 31, 1987 the Company had a total unrealized loss of $811.58.

Note 4: **Loans**—Loans made to the Company are non-interest bearing. Although these loans are callable with 30 days notice, they are not expected to be repaid for at least three years.



A.J. MUSTE MEMORIAL INSTITUTE

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I have examined the balance sheet of A.J. Muste Memorial Institute, Inc. as of December 31, 1987, and the related statements of support, revenue and expenses, statement of fund balance and statement of changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such test of the accounting records and such other auditing procedures as I considered necessary in the circumstances.

In my opinion, the accompanying financial statements present fairly the financial position of A.J. Muste Memorial Institute, Inc. as of December 31, 1987 and the results of its operations for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Solomon Margulies CPA

Solomon Margulies, CPA

New York, New York
May 23, 1988