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AUDIT REPORT

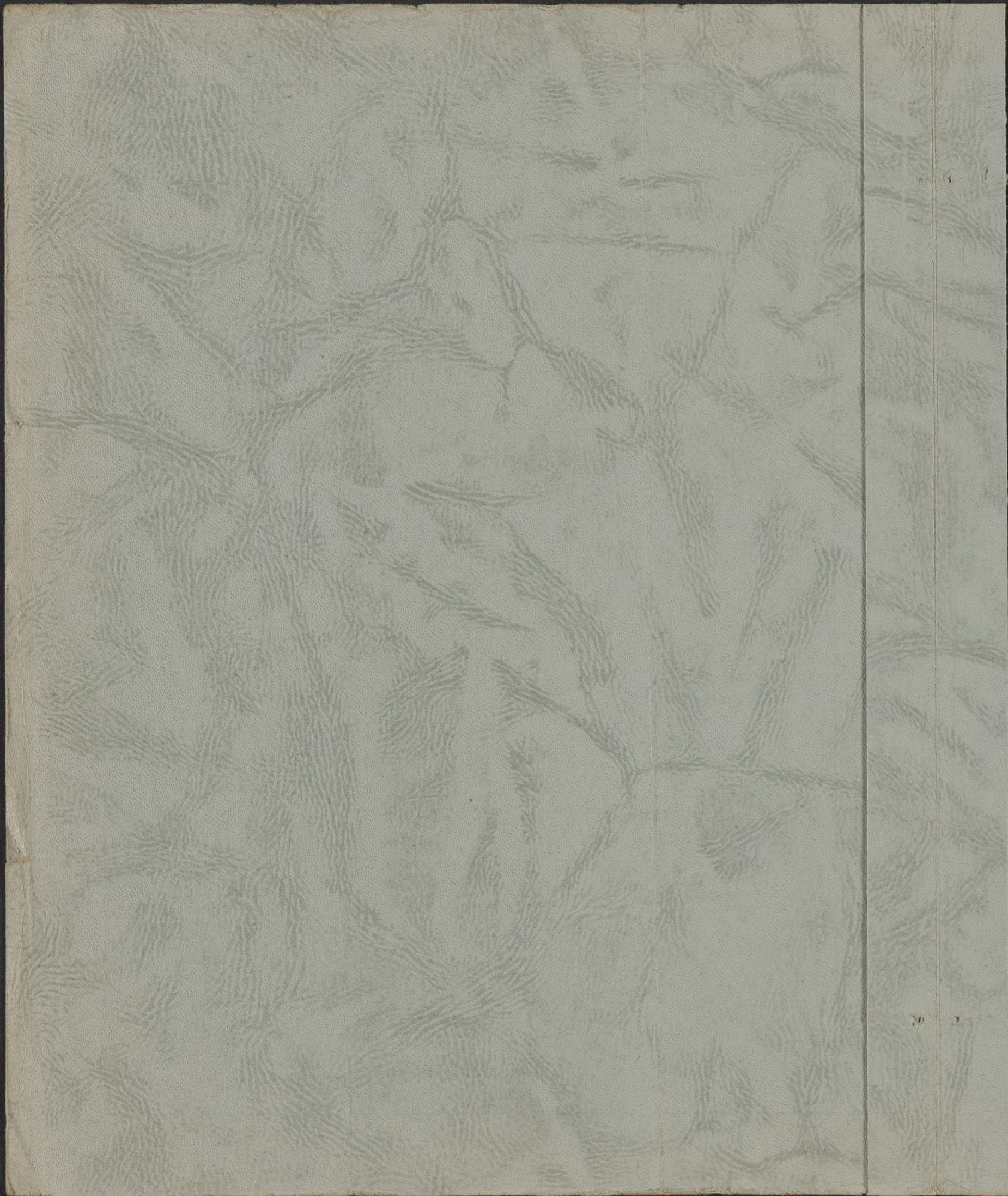
Tule Lake Cooperative Enterprises, Inc.

NEWELL, CALIFORNIA

July 1, 1945 to September 30, 1945
October 1, 1945 to January 9, 1946

Jacobson, Jentsch, Rector and Company

PUBLIC ACCOUNTANTS



TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

REPORT OF AUDIT

July 1, 1945 to September 30, 1945

October 1, 1945 to January 9, 1946

JACOBSON, JENTZSCH, RECTOR & COMPANY
PUBLIC ACCOUNTANTS & AUDITORS

WALTER JACOBSON
Beaverton, Oregon
Tel. 2625

ALBERT JENTZSCH
502-504 Baker Bldg.
Walla Walla, Wn.
Tel. 3401

E. W. RECTOR
411 Kiesel Bldg.
Ogden, Utah
Tel. 5693

Board of Trustees
Tule Lake Cooperative Enterprises, Inc.
Newell, California

Gentlemen:

We have audited your books and records covering the last normal operating period July 1, 1945 to September 30, 1945 and October 1, 1945 to January 9, 1946 and present herewith our report as indexed on the next page.

Based on our examination and subject to the auditor's comments the Balance Sheet properly sets forth your financial condition on January 9, 1946 and the Operating and Liquidation Statement the correct results from operations for the period under review.

Respectfully submitted,

Jacobson, Jentzsch, Rector & Co. 3
JACOBSON, JENTZSCH, RECTOR & COMPANY

JJR&C/rz
February 15, 1946
Walla Walla, Washington

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

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TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

ORGANIZATION

Name: Tule Lake Cooperative Enterprises, Inc.

Address: Newell, California.

Purpose: To act as a cooperative association, to purchase, produce, manufacture commodities and render service to members.

Date Organized: October 20, 1942.

Organized Under: Laws of State of California.

Fiscal Year Ends On: June 30th.

Authorized Capital Stock: Memberships - 10,000 @ \$1.00 - \$10,000.00.

Charter Expires: Perpetual.

Dissolution: Ordered by W.R.A. to dissolve by January 15, 1946.

Board of Trustees:

Maoru Kimura - 1212-28th. St., Oakland, California.

Hisato Fujimoto - 1212-28th. St., Oakland, California.

Hiroshi Sakuma - 1212-28th. St., Oakland, California.

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

AUDITOR'S COMMENTS

I have completed the final audit of your cooperative and my report as indexed on a preceding page is presented herewith. The audit consisted of the verification and analysis of the remaining asset, liability and member equity accounts.

The report consists of three main reports. They are a Balance Sheet as at January 9, 1946; an Operating Statement covering the last normal operating period July 1, 1945 to September 30, 1945; and an Operating and Liquidation Statement, October 1, 1945 to January 9, 1946.

The stores and service shops were all closed on November 30, 1945. Sales and services for the period, October 1st. to November 30, 1945, have not been departmentalized but have been combined on the report. Bulk of the sales during the two month period were at reduced prices as is evidenced by the gross margin which is only 9.27%. Sales after December 1st. have been mostly to retailers and wholesalers and have not been included in the sales account, but have been deducted from the purchase cost. Losses resulting from sales of merchandise below cost amounts to \$14,121.93 as shown by the liquidation statement. However, a loss of \$9,323.80 from sales below cost during the last normal period have been absorbed by the savings made during the last normal period, and therefore this amount has to be taken into consideration in determining the total disposal loss of merchandise. In other words the total loss amounts to \$23,445.73. The main reason for such a large loss from merchandise alone is because the inventories had not been reduced earlier. The merchandise and supplies on hand on September 30th. amounted to \$88,548.56. On November 30th. when all the stores and shops were closed there was still \$19,113.14 worth of goods on hand.

Sales records covering the disposal of merchandise on hand have been checked and verified to my satisfaction.

A 5% cash patronage refund had been declared on the savings for the last normal period pending upon the results of the final audit. The audit disclosed that the refund is in order.

The final Operating and Liquidation Statement shows total expense and loss of \$43,220.69. The statement can be briefly explained as follows:

Gross Margin from Sales		\$15,084.81
Expenses:		\$39,878.76
(Includes Trustees Fees of \$2,000.00 and Bonus to Employees of \$5,800.00)		
Merchandise Disposal Loss	\$14,121.93	
Less: Gain on Disposal of Fixed Assets	<u>8,695.19</u>	5,426.74
Total Expense and Losses		\$45,305.50
Plus: Provision for Trustees Expense and Contingent Liabilities		13,000.00
Total		<u>\$58,305.50</u>

Continued on Next Page

	<u>Total (Brought Forward)</u>	\$58,905.50
Less: Gross Margin as Shown Above		<u>15,084.81</u>

<u>NET LIQUIDATION LOSS INCLUDING THE PROVISION FOR CONTINGENCIES</u>	<u>\$43,220.69</u>
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The Balance Sheet as at January 9, 1946:

Cash on Hand and In Bank		\$36,238.86
Freight Claims & Misc. Returned Receivable	\$ 3,976.97	
Less: Allowance for Bad Receivables	<u>750.00</u>	3,226.97
(See Schedule #2 for Comment)		
Accounts Receivable		3,356.75
(Consists Mainly of Accounts for Equip- ment and Merchandise Sold During Liquidation)		
New York Buying Office Claim with Falk		650.00
(Confirmed by Letter)		
Prepaid Insurance Premiums Receivable		2,250.00
(See Footnote on Schedule #5)		
Fire Insurance Claim		1,000.00
(No Confirmation-Estimate on Movie Equip- ment Burned-Original Cost \$3,800.00)		
Excess Profits Tax Refund Bonds		737.51
(The Bonds became Payable 1-1-46)		
Federal Income & Excess Profits Tax Refund Claim		9,502.60
(Based on Taxes Paid and Letter Granting Exemption for all the Centers)		
Watch Repair Supplies on Hand (Sold 1-10-46)		150.00
Furniture and Equipment (See Schedule #6)		1,133.50
Check Returned for Signature		<u>2.00</u>
<u>TOTAL ASSETS</u>		<u>\$58,248.19</u>

It is very doubtful if all the freight claims and receivables for merchandise can be collected and, therefore, an allowance was made for bad receivables. The allowance based on disputed accounts and age of freight claims. The freight and express companies should be immediately contacted and the validity of all the old claims determined. The other assets subject to notes are considered 100% good.

Liabilities:

Accounts Payable	\$ 100.00
(Includes WRA December Account and an es- timated January Charges and Tel. Bill)	
Accrued Wages	7,768.04
(Estimated for January plus Bonus Voted by the Board)	
Payroll Taxes	468.00
(Based upon the Above Estimates)	
Board of Directors Expense	341.25
(Expense Incurred during Course of Liquidation)	
Trustees Fees Voted by Membership	2,000.00
Patronage Refunds Payable 7-1 to 9-30-45	7,021.96
(Total \$14,543.28 less Payments \$7,521.32)	

Continued on Next Page

Liabilities: (Continued)

Memberships Outstanding	\$ 1,549.00
Certificates of Outstanding	3,742.50
Provision for Trustees Expense and Contingent Liabil.	13,000.00
Final Allocation to Patrons	<u>22,257.44</u>

<u>TOTAL LIABILITIES</u>	<u>\$58,248.19</u>
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Portion of the certificates of Indebtedness outstanding are for patrons who have moved away and cannot be located. It is reasonable to estimate that approximately 50% of these certificates will remain unpaid due to this situation. The reason for the large provision for trustees expense and contingent liabilities is that the date of the collection of the Income Tax claim could not be determined. The Board wished to make the final allocation at the center because large portion of the patrons are still there and all the necessary records and data are on hand. Therefore, the final allocation had to be based on the assets that can be converted into cash with the least possible delay. Otherwise if the checks and payments for the final allocation were based on a larger return the trustees would find themselves in a position where they would not have sufficient cash to meet the payments.

The final allocation could have been deferred until the payment date of the Income Tax would be ascertained, but this might take several months or even a year, and the expense involved in hiring help outside and straighten out all the patronage records after they have been shipped from the center, locating the patrons, etc., would absorb the additional funds that would be available for distribution at that time.

It was, therefore, considered wise to make the final allocation immediately although a somewhat larger provision for expense and contingencies had to be set up due to the circumstances.

General

I have compiled a combined operating Statement from May 28, 1942 to January 9, 1946, the date of the final audit. In brief this statement can be summarized as follows:

Total Sales	\$5,001,710.07	
Less: Cost of Goods Sold	<u>4,050,045.07</u>	
<u>Gross Margin</u>	\$ 951,665.00	19.02%
Operating Expenses (Includes Non-Operating Income and Expense)	<u>468,788.19</u>	9.37%
Returned to Patrons as a Patronage Refund on a Patronage Basis	<u>\$ 482,876.81</u>	9.65%

The operating expenses include all the charges that have been made against the savings through surplus account and also all of the liquidation expense. Therefore, the \$482,876.81 represents the actual amount paid back to the patrons or in process of payment. For every dollar spent to the cooperative by the patrons a little better than 9½% is returned back.

A comparison with other centers, Poston and Manzanar, your total return is approximately .01.4% more than at these centers.

In closing I wish to state, and I am sure that the Board and the membership will agree with me, that the cooperative way of distribution of needs in the form of merchandise and services has benefited the evacuees. It is to be understood that your cooperative has followed prevailing prices on merchandise and that the above return is not due to higher retail prices. In fact, the service shops, has followed much lower charges than is charged for the same services on the outside. Therefore, it can be stated that the cooperative has saved the patrons approximately 10 cents on each sales dollar.

The cooperative has also offered practical experience to many of the young and older people that have been in the key positions in the accounting, management and other offices.

I wish to take this opportunity to express my appreciations to the Board of Directors, Management and Office Staff for the splendid cooperation and courtesies extended during the several audit engagements.

Respectfully submitted,

Henry Tianen

Henry Tianen,
Public Accountant & Auditor.

HT/ra

February 9, 1946

Walla Walla, Washington

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Howell, California

EXHIBIT "A"

BALANCE SHEET

January 9, 1946

ASSETS

Cash on Hand	\$ 8,090.25	
Cash in Bank - Schedule 1	<u>28,148.61</u>	
<u>Total Cash Funds</u>		\$36,238.86
<u>Receivables:</u>		
Freight Claims - Schedule 2	\$2,868.39	
Merchandise Returns - Schedule 3	<u>1,108.58</u>	
	\$3,976.97	
Less: Allowance for Doubtful Claims	<u>750.00</u>	\$ 3,226.97
Accounts Receivable - Schedule 4	3,356.75	
New York Buying Office (Walk Claim)	650.00	
Prepaid Insurance Premiums - Schedule 5	2,250.00	
Fire Insurance Claims	<u>1,000.00</u>	10,483.72
Excess Profits Tax Refund Bonds		797.51
Federal Income Tax Refund Claim		9,502.60
Watch Repair Supplies		150.00
Furniture and Equipment (Estimated Realizable Value) Sch. 6		1,133.50
Check-Returned for Signature		<u>2.00</u>
<u>TOTAL ASSETS</u>		<u>\$58,248.19</u>

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

BALANCE SHEET

EXHIBIT "A"

January 9, 1946

LIABILITIES

Accounts Payable - W.R.A.	\$ 80.00	
Telephone	<u>20.00</u>	\$ 100.00
Accrued Wages		7,768.04
Payroll Taxes		468.00
Board of Directors Expense		341.25
Trustees Fees		2,000.00
Patronage Refunds Payable 7-1 to 9-30-45		7,021.96
Memberships to be Refunded		1,549.00
Certificates of Indebtedness Outstanding		<u>3,742.50</u>
		\$22,990.75
Reserve for Trustees Expense & Contingencies		13,000.00
Final Allocation to Patrons		<u>22,257.44</u>
<u>Disposition of Reserves: Schedule 7</u>		
Allocated General Reserve	\$29,276.88	
Unallocated General Reserve	<u>36,201.25</u>	\$65,478.13
Distribution:		
Operating and Liquidation Loss	\$30,220.69	
Reserve for Trustees Exp. & Contingencies	<u>13,000.00</u>	43,220.69
Available for Final Allocation		<u>\$22,257.44</u>
Transferred to Liabilities		<u>22,257.44</u>
<u>TOTAL LIABILITIES</u>		<u>\$58,248.19</u>

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

OPERATING & LIQUIDATION STATEMENT

EXHIBIT "B"

Final Period December 1, 1945 to January 9, 1946

Sales:

Stores, 10-1 to 11-30-45	\$151,158.92	
Services, 10-1 to 11-30-45	<u>11,533.19</u>	
<u>Total Sales</u>		\$162,692.11

Less: Cost of Goods Sold:

Beginning Inventory, 10-1-45	\$ 52,925.88	
Freight & Purchases	<u>101,964.32</u>	
	\$154,890.20	

Less: Sales to Wholesales & Retailers

<u>Cost of Goods Sold</u>	<u>7,282.90</u>	<u>147,607.30</u>
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Gross Margin

\$15,084.81

Expenses:

Salaries & Wages	\$ 23,640.61	
Payroll Taxes	1,402.30	
Store & Service Supplies & Repairs	1,383.67	
Rent on Buildings & Equipment	662.43	
Depreciation	775.82	
Auto and Truck Expense	361.38	
General Misc. Warehouse & Store Expense	3,515.34	
Insurance & Licenses & Taxes	522.24	
Bank & Collection Charges	482.65	
General Assembly & Board Expenses	66.55	
Telephone & Telegrams	108.40	
New York Office Buying Expense	174.34	
Publication Expense & Income	243.30	
Traveling Expense	269.76	
Office Supplies & Expense	2,994.19	
General Welfare	430.29	
Auditing	550.00	
Other Expense	295.49	
Trustees Fees	<u>2,000.00</u>	\$ 39,878.76

*Merchandise & Supplies Disposition Loss

\$ 14,121.93

Less: Disposition Gain on Fixed Assets

8,695.19

Net Disposition Loss

5,426.74

Total Expenses & Losses

45,305.50

Liquidation Loss

\$30,220.69

Add:

Trustees Expense & Reserve for Contingencies

13,000.00

*TOTAL LOSS INCLUDING PROVISION FOR CONTINGENCIES

\$43,220.69

*Note: Special sales held during the normal period 7-1-45 to 9-30-45 disclose a gross loss of \$9,323.80 which was absorbed by savings for the period. Therefore, merchandise and supplies disposition loss and the final liquidation loss should be this amount more.

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

EXHIBIT "C"

OPERATING STATEMENT - FINAL NORMAL PERIOD

July 1, 1945 to September 30, 1945

	<u>%</u>	<u>Combined:</u>	<u>Store #1:</u>	<u>Store #2:</u>	<u>Store #3:</u>	<u>Store #4:</u>	<u>Store #5:</u>	<u>Shoe Store:</u>	<u>Fish & Poultry:</u>	<u>Mag. & News:</u>	<u>Tofu Factory:</u>
<u>Sales & Services</u>	100%	\$328,487.19	\$62,066.02	\$56,069.62	\$65,040.94	\$19,882.39	\$19,746.75	\$6,288.19	\$30,163.19	\$7,295.06	\$10,687.09
<u>Cost of Sales:</u>											
Initial Inventory		\$ 73,407.99	\$ 8,107.39	\$ 8,808.43	\$12,967.50	\$ 1,991.95	\$18,074.75	\$7,477.49	\$ 355.25	\$1,242.82	\$ 155.19
Trans. Misc.		241,170.38	51,446.81	42,574.44	47,448.38	15,102.73	441.02	749.88	24,335.40	6,597.06	2,930.64
Total Misc. for Sale		\$314,698.37	\$59,554.20	\$51,382.87	\$59,815.88	\$17,094.68	\$17,639.73	\$8,227.37	\$24,690.65	\$7,839.88	\$ 2,485.83
Less: Ending Inventory		52,925.88	10,052.50	7,104.32	7,755.36	1,858.94	2,609.28	3,495.24	988.81	1,177.12	49.10
Gr. Cost of Sales & Services		\$261,772.49	\$49,501.70	\$44,278.55	\$52,060.52	\$15,235.74	\$15,024.45	\$4,732.13	\$23,701.84	\$6,662.76	\$ 2,436.73
Add: Freight		6,541.92	1,322.88	1,117.35	1,279.08	468.64	285.04	94.86	1,804.03	57.26	-
<u>Cost of Sales & Services</u>	81.66%	\$268,254.41	\$50,824.58	\$45,395.90	\$53,339.60	\$15,704.38	\$15,309.49	\$4,826.99	\$25,505.87	\$6,720.02	\$ 2,436.73
<u>Gross Margin</u>	18.34%	\$ 60,232.78	\$11,241.44	\$10,673.72	\$11,700.74	\$ 4,178.01	\$ 4,437.26	\$1,461.20	\$ 4,657.32	\$ 575.04	\$ 8,250.36
<u>Operating Expenses:</u>											
Store Supplies Used		\$ 1,875.01	\$ 512.69	\$ 385.99	\$ 575.77	\$ 166.57	\$ 56.36	\$ 1.97	\$148.59	\$ -	\$ -
Salaries & C.A.		16,506.41	1,559.22	1,541.44	1,758.77	549.50	859.86	215.91	688.34	320.25	3,126.44
Fed. Soc. Sec. Tax		379.64	35.87	35.46	40.44	12.63	19.77	4.97	15.84	7.37	71.94
State Unemp. Ins. Tax		610.74	57.69	57.04	65.06	20.33	31.82	7.99	25.47	11.85	115.75
Rent on Buildings		1,044.09	108.60	101.37	81.93	91.11	113.43	36.21	-	28.98	144.81
Rent Expense		419.41	-	-	-	33.65	1.17	-	-	-	4.00
Depreciation		1,230.21	188.91	192.81	215.04	163.80	123.04	-	62.97	62.97	-
Misc. Expense		2,279.78	59.95	59.97	38.61	49.08	34.34	3.26	898.43	-	530.96
Whse. Exp. (Sch. C-1)		3,530.02	732.78	658.18	762.85	235.12	221.43	69.54	350.27	90.76	130.62
Gen. & Admin. Exp. (Sch. C-2)		13,171.49	2,742.02	2,457.26	2,857.76	874.00	844.68	260.22	1,277.32	337.31	481.96
<u>Total Operating Exp.</u>	12.50%	\$ 41,046.80	\$ 5,997.73	\$ 5,489.52	\$ 6,396.23	\$ 2,195.79	\$ 2,305.90	\$ 600.07	\$ 3,467.23	\$ 859.49	\$ 4,608.48
<u>Net Operating Income</u>	5.84%	\$ 19,185.98	\$ 5,243.71	\$ 5,184.20	\$ 5,304.51	\$ 1,982.22	\$ 2,131.36	\$ 861.13	\$ 1,190.09	\$ 284.45	\$ 3,641.88
Add: Non-Operating Income-C-3	.67%	2,201.93									
Less: Non-Operating Expense-C-4	.22%	722.70									
<u>NET SAVINGS</u>	6.29%	\$ 20,665.21									

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

OPERATING STATEMENT - FINAL NORMAL PERIOD

EXHIBIT "C"

July 1, 1945 to September 30, 1945

<u>Barber:</u>	<u>Beauty:</u>	<u>WatchRep:</u>	<u>ShoeRep/1:</u>	<u>Shoe/2:</u>	<u>Laundry:</u>	<u>PhotoStu:</u>	<u>Block</u>	<u>Special</u>
							<u>Tobacco:</u>	<u>Sales:</u>
<u>\$1,542.20</u>	<u>\$1,347.87</u>	<u>\$1,475.20</u>	<u>\$6,171.79</u>	<u>\$3,249.06</u>	<u>\$3,513.78</u>	<u>\$4,452.23</u>	<u>\$2,378.85</u>	<u>\$27,117.56</u>
\$ 49.55	\$ 169.42	\$2,908.82	5,859.46	\$4,215.14	\$ 203.09	\$1,381.74	-	-
30.51	173.20	296.68	5,406.76	2,477.15	2,848.27	1,697.85	1,877.71	1,082.23
80.06	342.62	\$9,205.50	\$11,356.22	\$1,737.99	\$9,151.36	\$3,079.59	\$1,877.71	1,082.23
23.07	148.48	2,631.60	8,063.09	-	251.61	2,076.42	-	4,640.87
\$ 56.99	\$ 194.14	\$ 573.90	\$3,293.13	\$1,737.99	\$2,899.75	\$1,003.10	\$1,877.71	\$36,441.36
-	-	1.96	4.34	1.86	-	104.62	-	-
\$ 56.99	\$ 194.14	\$ 575.86	\$3,297.47	\$1,739.85	\$2,899.75	\$1,107.72	\$1,877.71	\$36,441.36
<u>\$1,485.21</u>	<u>\$1,153.73</u>	<u>\$ 899.34</u>	<u>\$2,874.32</u>	<u>\$1,509.21</u>	<u>\$614.09</u>	<u>\$3,344.51</u>	<u>\$501.14</u>	<u>\$9,323.80</u>
\$ -	\$ -	\$ -	\$ 18.39	\$ 8.68	\$ -	\$ -	\$ -	\$ -
1,239.77	581.25	837.72	1,560.75	806.33	231.93	626.93	-	-
28.51	13.36	19.26	35.91	18.55	5.34	14.42	-	-
45.86	21.52	31.00	57.75	29.83	8.59	23.19	-	-
39.78	39.81	29.85	97.02	43.59	31.83	55.77	-	-
136.00	-	96.15	-	1.50	-	146.94	-	-
-	11.11	62.97	62.97	62.97	-	20.65	-	-
124.74	84.77	49.43	104.64	51.97	5.65	183.98	-	-
18.81	15.76	18.79	73.31	28.66	43.89	52.74	26.51	-
69.69	58.79	69.27	270.60	109.74	158.38	195.38	107.11	-
<u>\$1,703.16</u>	<u>\$ 826.37</u>	<u>\$1,214.44</u>	<u>\$2,281.34</u>	<u>\$1,161.82</u>	<u>\$485.61</u>	<u>\$1,920.00</u>	<u>\$133.62</u>	<u>-</u>
<u>\$ 217.95</u>	<u>\$ 327.36</u>	<u>\$ 335.10</u>	<u>\$592.98</u>	<u>\$347.39</u>	<u>\$128.42</u>	<u>\$2,024.51</u>	<u>\$367.52</u>	<u>\$9,323.80</u>

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

WAREHOUSE EXPENSE

SCHEDULE "C-1"

Salaries & C. A.	\$2,138.11
Rent on Buildings	466.95
Truck Rental	138.48
Auto & Truck Expense	107.34
Auto Gas & Oil	163.47
Warehouse Expense	87.79
St. Unemployment Insurance Tax	77.11
Fed. Social Security Tax	49.18
Depreciation on Auto & Truck	301.59
<u>TOTAL</u>	<u>\$3,530.02</u>

GENERAL EXPENSE

SCHEDULE "C-2"

Alteration & Maintenance	\$ 722.07
Collection & Exchange	6.37
General Assembly Expense	126.63
Insurance Expense	754.19
Check Charges	557.58
General Welfare Expense	5.00
Educational Expense	68.00
License & Fees	7.50
	<u>\$2,247.34</u>
Add: Administrative Expense - Sch. "C-2-A"	<u>10,924.15</u>
<u>TOTAL</u>	<u>\$13,171.49</u>

ADMINISTRATIVE EXPENSE

SCHEDULE "C-2-A"

Salaries & C.A.	\$ 5,843.06
Office Expense	853.64
Postage	86.00
Rent on Building	238.20
Rent Expense	145.50
Depreciation on Office Machine	381.79
Depr. on Office Furniture & Fixtures	445.41
Fed. Social Security Tax	194.38
St. Unemployment Ins. Expense	216.20
Telegram & Telephone	233.11
New York Buying Expense	1,176.48
Publication Expense	378.87
Meeting Expense	76.51
Traveling Expense	715.00
<u>TOTAL</u>	<u>\$10,924.15</u>

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Novell, California

NON-OPERATING INCOME

SC SCHEDULE "C-3"

Miscellaneous Income	\$ 926.24
Purchase Discount Earned	1,060.63
Publication Income	37.58
Cash Over	85.98
Sales of Fixed Assets	5.00
Goodwill Advertising Income	86.50
	<u> </u>
<u>TOTAL</u>	<u>\$2,201.93</u>

NON-OPERATING EXPENSE

SCHEDULE "C-4"

Miscellaneous Expense	\$ 602.80
Property Damage & Loss	26.50
Sears Mail Order Account	93.40
	<u> </u>
<u>TOTAL</u>	<u>\$ 722.70</u>

RECONCILIATION OF BANK ACCOUNT

SCHEDULE 1

Bank of America - Tule Lake

Balance per Bank Statement	\$44,783.24
Add: Deposit in Transit	6,566.95
	<u>\$51,350.19</u>
Less: Checks Outstanding	<u>23,201.58</u>
	<u> </u>
<u>BALANCE</u>	<u>\$28,148.61</u>

Note: A list of all outstanding checks has been prepared for the Trustees showing date of the check and the name the check has been drawn to.

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

OUTSTANDING LIST OF FREIGHT CLAIMS RECEIVABLE

SCHEDULE 2

<u>Claim No:</u>		<u>W/B Date:</u>	<u>Amount:</u>
195	Sang Yuen Co.	8-25-44	\$ 38.10
273	Zellerbach	10-12-44	1.80
276	Rocky Mt. F.	12-14-44	39.39
282	B.M. & Towne	11-1-44	.47
291	Modern Fds.	12-8-44	6.15
294	Peoples Whse.	12-2-44	1.16
300	Nathan Alberts & Son.	11-15-44	5.25
313	Monroe Ch.	10-21-44	38.00
349	Hicks Groc.	2-5-45	5.04
378	American Crackers	3-17-45	4.95
406	Showa Shoya	5-1-45	54.00
407	Rocky Mt. Fds.	5-1-45	29.75
409	Modern Fds.	5-1-45	8.46
437	Express Claim - Mack Barnes	6-7-45 Claim Date	1,682.91
448	Modern Foods	6-1-45	27.20
458	R. K. Nagata	6-29-45	293.88
468	Showa Shoya	6-28-45	13.50
469	Showa Shoya	6-20-45	10.75
480	Utah Fd. & Chem.	7-17-45	4.00
483	R. K. Nogata	7-15-45	27.30
488	P. Scarpalli	7-24-45	2.13
494	Zellerbach	8-1-45	8.13
495	Showa Shoya	7-30-45	36.88
501	Nobe Youngson	7-26-45	287.50
508	M. Handelsmann	8-20-45	43.55
503	Rocky Mt. Foods	8-7-45	119.98
504	Assoc. Coops.	8-4-45	1.90
514	Showa Shoya	8-27-45	16.50
516	Univ. Fd. Dist.	8-20-45	12.60
517	Pionier Tobacco	8-22-45	13.55
524	Modern F. Prod.	10-15-45	18.69
525	Showa Shoya	10-17-45	12.39
532	Haines Oyster	11-23-45 Express Claim	2.53
		<u>TOTAL</u>	<u>\$2,868.39</u>

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

ACCOUNTS PAYABLE

SCHEDULE 3

	<u>Receivable:</u>	<u>Payable:</u>
W.R.A. Gas & Mileage - Dec. & Jan.		\$ 80.00
California Oregon Telephone		20.00
Howard & Co. - Cr. Memo	\$ 9.00	
Milt Williams Novelty Co. - Cr. Memo	9.60	
McKesson & Robbins-Misc.Ret.-No Statement or Acknowledgment	72.76	
Schwabacher-Frey - Cr. Memo	18.23	
E. R. Squibb & Co. - Cr. Memo	598.47	
Tempograph Sales Co. - Cr. Memo	112.29	
U.S. Treasury-Overcharge Frt.(Settlement Pending Approval from Washington)	34.61	
Utah Food & Agr. Chemical Co. (Misc. Ret.-Not Satisfactorily Acknowledged)	112.50	
Wyeth Incorporated-Cr. Memo.	133.62	
Zellerbach Paper Co. - Cr. Memo.	7.50	
<u>TOTALS</u>	<u>\$1,108.58</u>	<u>\$ 100.00</u>

Note: The above receivables from vendors is all due for merchandise retur ned. Credit Memos have been received from all except:

McKesson & Robbins	\$ 72.76
U.S.Treasury (Overchg. on Frt.)	34.61
Utah Food & Agr. Chem. Co.	112.50

ACCOUNTS RECEIVABLE

SCHEDULE 4

Yamashita - (For Truck Sold)	\$ 506.89
Kimura - (For Truck Sold)	575.40
Mr. Bell - Equipment & Misc.	749.62
Sears, Roebuck & Co.	25.10
Mr. Nightingale - Pencils	329.29
Jiro Goto - Ice Cream Cones	8.00
Independent Wholesale Groceries	1,162.45
<u>TOTAL</u>	<u>\$3,356.75</u>

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

INSURANCE PREMIUMS RETURNABLE

SCHEDULE 5

	<u>Subject to Cancell. On:</u>	<u>Estimated Returnable Premium:</u>
U. S. Fire Ins. Co. - Provisional on Stock	1-3-46	\$2,079.02
Royal Indemnity - Messenger Robbery	1-31-46	10.12
Eagle Indemnity - Messenger Robbery	1-27-46	1.50
Eagle Indemnity - Truck Policy	1-6-46	2.10
The Commonwealth - Trucks	1-6-46	2.68
The U.S. Fire Ins. Co. - Furn. & Equip.	2-3-46	<u>285.63</u>
	Total	\$2,381.05
Less Allowance for Variation in Estimate		<u>131.05</u>
	<u>Estimated Returnable Premiums</u>	<u>\$2,250.00</u>

Note: The above premiums have been figured on the short rate basis and are subject to cancellation of policies on dates mentioned or earlier.

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

EQUIPMENT, FURNITURE & FIXTURES

SCHEDULE 6

Estimated
Realization:

Adding Machine	\$ 50.00
Royal Typewriter	To Trustees
Underwood Typewriter	10.00
Safe	42.00
Dulton Add. Mach.	20.00
Safe	To Trustees
Remograph	40.00
Safe	120.00
Bicycle	"
Electric Clock	5.00
Bicycle	7.50
Mimeograph	75.00
Check Writer	To Trustees
Underwood Typewriter	15.00
Remington Typewriter	25.00
Underwood Typewriter	To Trustees
Burroughs Add. Mach.	15.00
Underwood Typewriter	25.00
Burroughs Calculator	To Trustees
R. C. Allen Add. Mach.	To Trustees
R. C. Allen Add. Mach.	100.00
Underwood	57.00
Check Writer	To Trustees
Hobart Typewriter	100.00
Electric Heater	No Value
Cash Register	No Value
Memo. Duplicator	40.00
Safe	80.00
R. C. Allen Add. Mach.	60.00
	\$ 886.50
Less: Equipment Sold	316.50
	\$ 570.00
Add: Furniture & Fixtures	563.50
	<u>\$1,133.50</u>
	<u>TOTAL</u>

Note: Items marked to trustees represent equipment left for the use of the trustees.

The Book Value amounts to \$201.75

Also 3 desks are being left with a Book Value of 48.75

Total \$250.50

No value was set up in the books for these items.

TULE LAKE COOPERATIVE ENTERPRISES, INC.

Newell, California

ANALYSIS OF ALLOCATED RESERVE

SCHEDULE 7

Balance per Audit, 6-30-45	\$25,529.00
Less: Adjustment on Allocation, 4-1-45 to 6-30-45	<u>3.59</u>
Balance per Books after Adjustment	\$25,525.41
Other Additions and Deductions:	
From Savings on Recorded Sales for the Period, 7-1 to 7-30-45	<u>3,751.47</u>
Total	\$29,276.88
Add: Unallocated Reserve (See Sch. 7-A)	<u>36,201.25</u>
	\$65,478.13
Less: Liquidation Loss - Exhibit "B"	<u>43,220.69</u>
Balance Available for Final Distribution to Patr.	<u>\$22,257.44</u>

Final Distribution equals 76% of the Allocated Reserve.

ANALYSIS OF UNALLOCATED RESERVE

SCHEDULE 7-A

Balance per Audit, 6-30-45	\$30,437.42
Add: Adjustment on Allocation, 4-1 to 6-30-45	<u>35.87</u>
Balance per Books after Adjustment	\$30,473.29
Other Additions and Deductions:	
From Savings on Unrecorded Sales for the period, 7-1-45 to 9-30-45	\$2,370.46
Federal Income Tax Claim	<u>9,502.60</u>
	11,873.06
	<u>\$42,346.35</u>
Deductions:	
California Franchise Tax, 7-1-44 to 6-30-45	\$ 225.42
Used for Educational & Recreational Purposes	900.00
Account Adjustment	5.86
Property Taxes Levied	3,665.74
Additional Sales Tax (Prior Periods)	<u>1,348.08</u>
	<u>6,145.10</u>
BALANCE	<u>\$36,201.25</u>

