

## Independent Auditor's Report on Supplementary Information

Board of Directors  
National Press Photographers Association, Inc.  
Durham, North Carolina

Our report on our audit of the basic financial statements of National Press Photographers Association, Inc. for May 31, 2003, appears on page 3. That audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedule of revenue and expenses-modified cash basis is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Durham, North Carolina  
August 13, 2003

National Press Photographers Association, Inc.  
Schedule of Revenue and Expenses-Modified Cash Basis  
Year Ended May 31, 2003

	Total	General and Administrative and General Membership	General Sales	TV News Photo and Editing Contest	Regional Quarterly Clip Contest	Annual Convention
<b>Revenue</b>						
Membership dues	\$ 543,681	\$ 543,681	\$ -	\$ -	\$ -	\$ -
Magazine advertising	195,550	-	-	-	-	-
Magazine subscriptions	86,927	-	-	-	-	-
NPPF contributions	183	183	-	-	-	-
Legal defense fund	649	649	-	-	-	-
Program revenue	371,257	-	-	1,055	105	58,830
Sales	27,398	-	27,398	-	-	-
Other income	31,348	31,348	-	-	-	-
Investment income	1,775	1,775	-	-	-	-
<b>Total revenue</b>	<u>1,258,768</u>	<u>577,636</u>	<u>27,398</u>	<u>1,055</u>	<u>105</u>	<u>58,830</u>
<b>Expenses</b>						
Salaries	256,772	81,757	2,709	2,712	1,087	11,963
Fringe benefits	67,197	21,395	709	710	285	3,131
<b>Personnel costs</b>	<b>323,969</b>	<b>103,152</b>	<b>3,418</b>	<b>3,422</b>	<b>1,372</b>	<b>15,094</b>
Accounting services	4,263	-	-	-	-	-
Annual directory	21,506	-	-	-	-	-
Author's fees	19,099	-	-	-	-	-
Awards	19,452	9,087	-	197	2,174	-
Board and meeting expenses	40,689	40,689	-	-	-	-
Building expense	22,261	22,261	-	-	-	-
Catering/meals	85,483	-	-	-	-	26,979
Commissions	41,158	-	-	-	-	-
Contract labor	72,272	53,326	-	-	-	-
Cost of goods sold	13,501	-	13,501	-	-	-
Deferred compensation expense	12,000	12,000	-	-	-	-
Depreciation expense	39,911	39,911	-	-	-	-
Equipment/facility rental	27,020	-	-	-	-	746
Gifts	5,370	-	-	-	-	-
Grant remittance	15,000	-	-	-	-	-
Taxes	755	-	755	-	-	-
Insurance expense	4,073	3,597	-	-	-	-
Lodging	59,998	45	-	5,310	-	-
Marketing	2,986	2,291	-	-	-	-
Meals	26,167	454	-	1,664	-	8,345
Membership materials	7,499	7,499	-	-	-	-
Membership in ACEJMC	5,593	5,593	-	-	-	-
Military liaison	980	980	-	-	-	-
Office expense	81,039	79,931	-	-	-	-
Other expenses	47,106	19,969	-	192	-	4,636
Postage and shipping	110,608	25,327	-	37	120	4,255
Printing	181,190	1,669	-	500	400	2,821
Production	88,715	-	-	-	-	-
Regional expenses	42,913	42,913	-	-	-	-
Staff expenses	2,177	2,177	-	-	-	-
Stipends	55,581	-	-	-	-	-
Supplies	18,696	292	-	51	-	113
Telephone	4,441	20	-	49	-	1,011
Travel	79,586	1,999	-	5,515	-	7,349
Website fees	20,498	15,857	-	-	-	3,360
<b>Total expenses</b>	<u>1,603,555</u>	<u>491,039</u>	<u>17,674</u>	<u>16,937</u>	<u>4,066</u>	<u>74,709</u>
Change in net assets	\$ (344,787)	\$ 86,597	\$ 9,724	\$ (15,882)	\$ (3,961)	\$ (15,879)

National Press Photographers Association, Inc.  
Schedule of Revenue and Expenses-Modified Cash Basis  
Year Ended May 31, 2003

	Best of Photo- journalism Publication	Best of Photo- journalism Contest	Best of Photo- journalism DVD	Nikon Documentary	Education General	Flying Short Course
Revenue						
Membership dues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Magazine advertising	-	-	-	-	-	-
Magazine subscriptions	-	-	-	-	-	-
NPPF contributions	-	-	-	-	-	-
Legal defense fund	-	-	-	-	-	-
Program revenue	7,424	19,500	-	15,000	2,700	70,908
Sales	-	-	-	-	-	-
Other income	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Total revenue	<u>7,424</u>	<u>19,500</u>	<u>-</u>	<u>15,000</u>	<u>2,700</u>	<u>70,908</u>
Expenses						
Salaries	19,154	5,089	9,342	3,787	613	12,795
Fringe benefits	<u>5,013</u>	<u>1,332</u>	<u>2,445</u>	<u>991</u>	<u>160</u>	<u>3,348</u>
Personnel costs	24,167	6,421	11,787	4,778	773	16,143
Accounting services	-	-	-	-	-	-
Annual directory	-	-	-	-	-	-
Author's fees	-	-	-	-	-	-
Awards	-	7,994	-	-	-	-
Board and meeting expenses	-	-	-	-	-	-
Building expense	-	-	-	-	-	-
Catering/meals	-	1,084	-	-	-	13,555
Commissions	-	-	-	-	-	-
Contract labor	-	218	-	-	-	204
Cost of goods sold	-	-	-	-	-	-
Deferred compensation expense	-	-	-	-	-	-
Depreciation expense	-	-	-	-	-	-
Equipment/facility rental	-	-	-	-	-	5,685
Gifts	-	800	-	-	-	130
Grant remittance	-	-	-	15,000	-	-
Taxes	-	-	-	-	-	-
Insurance expense	-	-	-	-	-	-
Lodging	387	5,589	-	498	-	13,777
Marketing	-	-	-	-	-	-
Meals	126	2,137	-	753	-	4,320
Membership materials	-	-	-	-	-	-
Membership in ACEJMC	-	-	-	-	-	-
Military liaison	-	-	-	-	-	-
Office expense	-	-	-	-	-	-
Other expenses	6,357	168	1,700	1,875	3,055	30
Postage and shipping	17,920	323	6,039	226	-	1,500
Printing	-	-	-	7	-	26
Production	49,900	-	38,815	-	-	-
Regional expenses	-	-	-	-	-	-
Staff expenses	-	-	-	-	-	-
Stipends	20,000	-	-	-	-	-
Supplies	-	274	-	-	-	3,431
Telephone	34	216	-	-	-	36
Travel	728	6,178	-	513	-	21,033
Website fees	<u>-</u>	<u>379</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>36</u>
Total expenses	<u>119,619</u>	<u>31,781</u>	<u>58,341</u>	<u>23,650</u>	<u>3,828</u>	<u>79,906</u>
Change in net assets	<u>\$ (112,195)</u>	<u>\$ (12,281)</u>	<u>\$ (58,341)</u>	<u>\$ (8,650)</u>	<u>\$ (1,128)</u>	<u>\$ (8,998)</u>

National Press Photographers Association, Inc.  
Schedule of Revenue and Expenses-Modified Cash Basis  
Year Ended May 31, 2003

	Northern Short Course	Team Storytelling	TV Workshop	Women in Photo- journalism	Magazine Subscriptions	Magazine Advertising
Revenue						
Membership dues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Magazine advertising	-	-	-	-	-	195,550
Magazine subscriptions	-	-	-	-	86,927	-
NPPF contributions	-	-	-	-	-	-
Legal defense fund	-	-	-	-	-	-
Program revenue	49,713	15,662	93,275	37,085	-	-
Sales	-	-	-	-	-	-
Other income	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
	<u>49,713</u>	<u>15,662</u>	<u>93,275</u>	<u>37,085</u>	<u>86,927</u>	<u>195,550</u>
Total revenue						
Expenses						
Salaries	11,950	3,077	14,772	8,176	36,345	31,444
Fringe benefits	<u>3,127</u>	<u>805</u>	<u>3,866</u>	<u>2,140</u>	<u>9,511</u>	<u>8,229</u>
	15,077	3,882	18,638	10,316	45,856	39,673
Personnel costs						
Accounting services	-	-	-	-	4,263	-
Annual directory	-	-	-	-	21,506	-
Author's fees	-	-	-	-	19,099	-
Awards	-	-	-	-	-	-
Board and meeting expenses	-	-	-	-	-	-
Building expense	-	-	-	-	-	-
Catering/meals	19,371	-	7,033	17,461	-	-
Commissions	-	-	-	-	-	41,158
Contract labor	1,693	-	3,360	830	5,568	7,073
Cost of goods sold	-	-	-	-	-	-
Deferred compensation expense	-	-	-	-	-	-
Depreciation expense	-	-	-	-	-	-
Equipment/facility rental	222	347	18,946	990	84	-
Gifts	543	557	2,165	1,175	-	-
Grant remittance	-	-	-	-	-	-
Taxes	-	-	-	-	-	-
Insurance expense	-	-	476	-	-	-
Lodging	21,046	76	8,058	5,212	-	-
Marketing	-	-	-	-	-	695
Meals	1,155	2,368	2,736	2,053	56	-
Membership materials	-	-	-	-	-	-
Membership in ACEJMC	-	-	-	-	-	-
Military liaison	-	-	-	-	-	-
Office expense	-	-	-	-	1,108	-
Other expenses	1,156	5,964	1,441	563	-	-
Postage and shipping	1,395	111	2,064	3,394	36,168	11,729
Printing	2,569	-	2,611	1,129	82,933	86,525
Production	-	-	-	-	-	-
Regional expenses	-	-	-	-	-	-
Staff expenses	-	-	-	-	-	-
Stipends	-	-	-	-	26,735	8,846
Supplies	819	598	10,205	1,835	942	136
Telephone	681	17	208	160	1,474	535
Travel	8,378	5,203	14,309	5,692	2,689	-
Website fees	<u>521</u>	<u>95</u>	<u>-</u>	<u>250</u>	<u>-</u>	<u>-</u>
	74,626	19,218	92,250	51,060	248,481	196,370
Total expenses						
Change in net assets	<u>\$ (24,913)</u>	<u>\$ (3,556)</u>	<u>\$ 1,025</u>	<u>\$ (13,975)</u>	<u>\$ (161,554)</u>	<u>\$ (820)</u>