

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS**

(SICSA)

FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2014 AND 2013

**GOLDSHOT, LAMB & HOBBS, INC.
CERTIFIED PUBLIC ACCOUNTANTS
3066 KETTERING BOULEVARD
DAYTON, OHIO 45439**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Society for the Improvement of Conditions for Stray Animals
(SICSA)
Kettering, Ohio

We have audited the accompanying financial statements of Society for the Improvement of Conditions for Stray Animals (SICSA) (a non-profit organization), which comprise the statements of financial position as of December 31, 2014 and 2013, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Society for the Improvement of Conditions for Stray Animals (SICSA) as of December 31, 2014 and 2013, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Goldshot, Lamb & Hobbs, Inc.

June 8, 2015

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2014 AND 2013

	<u>ASSETS</u>	
	2014	2013
<u>CURRENT ASSETS</u>		
Cash and Cash Equivalents	\$ 442,972	\$ 545,862
Pledges Receivable	6,250	2,562
Estate Receivable	-	1,115
Investments	1,521,181	1,415,385
Prepaid / Deferred Expenses	9,867	9,220
Total Current Assets	1,980,270	1,974,144
<u>PROPERTY AND EQUIPMENT - NET</u>	1,455,081	1,403,155
TOTAL ASSETS	\$ 3,435,351	\$ 3,377,299
<u>LIABILITIES AND NET ASSETS</u>		
<u>CURRENT LIABILITIES</u>		
Accounts Payable	\$ 75,928	\$ 32,206
Sales Tax Payable	703	449
Accrued Payroll and Payroll Taxes	20,341	15,030
Deferred Grant Income	60,486	38,791
Other Deferred Income	4,195	1,400
Total Current Liabilities	161,653	87,876
<u>NET ASSETS</u>		
Unrestricted	3,221,026	3,149,776
Temporarily Restricted	52,672	139,647
Total Net Assets	3,273,698	3,289,423
TOTAL LIABILITIES AND NET ASSETS	\$ 3,435,351	\$ 3,377,299

The accompanying notes are an integral part of these financial statements.

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

STATEMENTS OF ACTIVITIES

YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014	2013
<u>UNRESTRICTED NET ASSETS</u>		
Revenues, Gains and Other Support:		
Contributions	\$ 556,598	\$ 613,625
United Way and Combined Federal Campaign	20,439	30,547
Special Events (Net of Expenses of \$50,010 and \$49,366, respectively)	150,179	125,167
Program Service Fees	321,409	264,878
Investment Income	25,514	58,132
Net Realized and Unrealized Gain on Investments	50,500	138,026
Gain (Loss) on Sale of Assets	-	(229)
Miscellaneous	596	433
Net Assets Released from Restriction	160,375	140,013
Total Unrestricted Revenues, Gains and Other Support	1,285,610	1,370,592
<u>EXPENSES</u>		
Program Services	1,051,034	911,112
Supporting Services:		
Management and General	112,483	88,855
Fundraising	50,843	46,248
Total Unrestricted Expenses	1,214,360	1,046,215
<u>INCREASE IN UNRESTRICTED NET ASSETS</u>	71,250	324,377
<u>TEMPORARILY RESTRICTED NET ASSETS</u>		
Contributions	73,400	142,929
Net Assets Released from Restriction	(160,375)	(140,013)
<u>INCREASE (DECREASE) IN TEMPORARILY RESTRICTED NET ASSETS</u>	(86,975)	2,916
<u>CHANGE IN NET ASSETS</u>	(15,725)	327,293
<u>NET ASSETS - BEGINNING OF YEAR</u>	3,289,423	2,962,130
<u>NET ASSETS - END OF YEAR</u>	\$ 3,273,698	\$ 3,289,423

The accompanying notes are an integral part of these financial statements.

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED DECEMBER 31, 2014

	Program Services	Management and General	Fundraising	Total
Employee and Related Costs	\$ 574,386	\$ 67,575	\$ 33,787	\$ 675,748
Medical Supplies	58,168	-	-	58,168
Animal Supplies	26,003	-	-	26,003
Office Expenses	24,063	2,831	1,416	28,310
Veterinary Care	31,959	-	-	31,959
Spay/Neuter	157,536	-	-	157,536
Spay/Neuter - Depreciation	6,799	-	-	6,799
Maintenance	23,319	2,744	1,372	27,435
Utilities	31,243	3,676	1,838	36,757
Depreciation - Other	42,482	4,998	2,499	49,979
Volunteer Activity	4,555	-	240	4,795
Insurance	6,680	786	393	7,859
Miscellaneous	2,103	-	-	2,103
Postage	2,667	314	157	3,138
Strategic Planning	7,218	849	424	8,491
Newsletter	37,290	-	6,580	43,870
Advertising	3,738	-	935	4,673
Professional Fees and Dues	3,231	15,775	-	19,006
Bank Charges	6,418	-	1,133	7,551
Property Taxes	1,176	138	69	1,383
Investment Expense	-	12,797	-	12,797
Total	\$ 1,051,034	\$ 112,483	\$ 50,843	\$ 1,214,360

The accompanying notes are an integral part of these financial statements.

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED DECEMBER 31, 2013

	Program Services	Management and General	Fundraising	Total
Employee and Related Costs	\$ 488,804	\$ 57,506	\$ 28,753	\$ 575,063
Medical Supplies	57,841	-	-	57,841
Animal Supplies	27,361	-	-	27,361
Office Expenses	16,419	1,939	969	19,327
Veterinary Care	12,324	-	-	12,324
Spay/Neuter	144,027	-	-	144,027
Spay/Neuter - Depreciation	7,264	-	-	7,264
Maintenance	17,296	2,035	1,017	20,348
Utilities	27,150	3,194	1,597	31,941
Depreciation - Other	41,322	4,861	2,431	48,614
Volunteer Activity	1,793	-	94	1,887
Insurance	6,015	708	354	7,077
Miscellaneous	1,873	-	-	1,873
Postage	3,801	447	224	4,472
Strategic Planning	-	-	-	-
Newsletter	35,646	-	6,291	41,937
Advertising	14,318	-	3,580	17,898
Professional Fees and Dues	1,766	8,621	-	10,387
Bank Charges	4,930	-	870	5,800
Property Taxes	1,162	137	68	1,367
Investment Expense	-	9,407	-	9,407
Total	\$ 911,112	\$ 88,855	\$ 46,248	\$ 1,046,215

The accompanying notes are an integral part of these financial statements.

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

STATEMENTS OF CASH FLOWS

YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014	2013
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Change in Net Assets	\$ (15,725)	\$ 327,293
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	56,778	55,878
Donated Stock	(33,218)	-
Loss on Disposal of Assets	-	229
Realized and Unrealized Gain on Investments	(50,500)	(138,026)
	(42,665)	245,374
Changes in Operating Assets and Liabilities:		
Pledges Receivable	(3,688)	3,984
Estate Receivable	1,115	41
Prepaid Expenses	(647)	(3,290)
Accounts Payable	43,722	17,690
Sales Tax Payable	254	206
Accrued Payroll and Payroll Taxes	5,311	535
Deferred Grant Income	21,695	(7,245)
Other Deferred Income	2,795	(100)
Net Cash Provided by Operating Activities	27,892	257,195
<u>INVESTING ACTIVITIES</u>		
Purchases of Property and Equipment	(108,704)	(26,892)
Proceeds from Sales of Investments	1,669,942	570,301
Purchases of Investments	(1,692,020)	(1,171,135)
Net Cash Used by Investing Activities	(130,782)	(627,726)
<u>DECREASE IN CASH AND CASH EQUIVALENTS</u>	(102,890)	(370,531)
<u>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</u>	545,862	916,393
<u>CASH AND CASH EQUIVALENTS - END OF YEAR</u>	\$ 442,972	\$ 545,862

No cash was paid for interest or income taxes for the years ended December 31, 2014 and 2013.

The accompanying notes are an integral part of these financial statements.

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2014 AND 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

This summary of significant accounting policies of SICSA (the “Organization”) is presented to assist in understanding the Organization's financial statements. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

Nature of Operations

SICSA was organized and incorporated in 1974, and strives to help neglected cats and dogs. The Organization’s mission is to promote the welfare of dogs and cats through a comprehensive effort to include: educating pet owners, advancing spaying/neutering, and placing companion animals in appropriate homes. In addition to the pet adoption program, the Organization offers the following community services: lost and found registry, cat ID program, dog training classes, pet facilitated therapy program, spay/neuter assistance program, pet bereavement support group, and public education. The Organization receives support in the form of contributions from the community, various program service fees such as spay/neuter fees, dog and cat placement fees, license sales, training fees and gift shop sales.

Basis of Presentation

The Organization is required to report information regarding their financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The Organization does not have any permanently restricted net assets. The Organization has temporarily restricted net assets as of December 31, 2014 and 2013. In addition, the Organization is required to present a statement of cash flows.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities and in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**SOCIETY FOR THE IMPROVEMENT OF
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NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2014 AND 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

Cash and Cash Equivalents

The Organization considers all checking and savings accounts to be cash equivalents.

Pledges and Estate Receivable

Due to the nature and aging of all pledges and estate receivable, management believes that all amounts will be collectible. Therefore, no allowance for doubtful accounts is considered necessary.

Investments

Investments in equity securities with readily determinable fair market values and all investments in debt securities are measured at fair value in the statements of financial position.

Unrealized gains and losses on investments are reported in the statements of activities as increases or decreases in unrestricted net assets, unless their use is temporarily or permanently restricted by explicit donor stipulations or by law.

Property and Equipment

Property and equipment is recorded at cost when purchased, and at fair value when received as a donation. The Organization capitalizes all expenditures in excess of \$500 for property and equipment. Property and equipment is depreciated or amortized as follows:

	<u>Life (in Years)</u>	<u>Method</u>
Building	39	Straight-Line
Building Improvements	7 - 39	Straight-Line
Kennel and Other Equipment	3 - 7	MACRS/Straight-Line

The MACRS method of depreciation is not significantly different from accelerated depreciation in accordance with generally accepted accounting principles. Routine maintenance, repairs and renewals are charged to expense as incurred. Renewals and betterments which substantially increase the life of property and equipment are capitalized. At retirement or sale, the costs of the assets, less related accumulated depreciation or amortization, are removed from the accounts and the resulting gains and losses are included in income.

**SOCIETY FOR THE IMPROVEMENT OF
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NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2014 AND 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

Depreciation expense for the years ended December 31, 2014 and 2013 was \$56,778 and \$55,878, respectively.

Deferred Grant and Other Income

Deferred grant income represents grant monies received in advance for spay/neuter services to be provided in a future period. Other deferred income includes sponsorship income from advertising sales for future SICSA calendars and sponsorship income for future fundraising events which are deferred and recognized in the period in which they relate.

Income Taxes

SICSA is a nonprofit organization and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes is presented in these financial statements.

Uncertainty in Income Taxes

The Organization has evaluated the tax positions it has taken, or expects to take, in the course of preparing the Organization's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Generally accepted accounting principles require the benefit arising from an uncertain tax position to be recognized in the financial statements only when it is "more-likely-than-not" the position will be sustained upon examination, including resolution of any related appeals or litigation processes, based upon the technical merits and consideration of all available information. Once the recognition threshold is met, the portion of the tax benefit that is recorded represents the largest amount of tax benefit that is greater than 50 percent likely to be realized upon settlement with a taxing authority. Based on its review, management does not believe the Organization has taken any material uncertain tax positions, including any position that would place the Organization's exempt status in jeopardy as of December 31, 2014.

The federal tax returns of the Organization for 2012, 2013 and 2014 are subject to examination by the taxing authority, generally for three years after the due date.

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2014 AND 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

Advertising Expense

Advertising costs are expensed as incurred and totaled \$4,673 and \$17,898 for the years ended December 31, 2014 and 2013, respectively.

Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

Date of Management's Review

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through June 8, 2015, the date the financial statements were available to be issued.

2. INVESTMENTS:

The investments consist of the following at December 31, 2014 and 2013:

	2014			
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Estimated Fair Value
Unrestricted:				
Exchange Traded Funds	\$ 1,144,728	\$ 1,732	\$ 0	\$ 1,146,460
Corporate Equity Securities	237,201	6,003	0	243,204
Pooled Separate Accounts	<u>80,534</u>	<u>50,983</u>	<u>0</u>	<u>131,517</u>
	<u>\$ 1,462,463</u>	<u>\$ 58,718</u>	<u>\$ 0</u>	<u>\$ 1,521,181</u>

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2014 AND 2013

2. INVESTMENTS (CONTINUED):

	2013			Estimated Fair Value
	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	
Unrestricted:				
Mutual Funds	\$ 1,145,939	\$ 109,203	\$ 0	\$ 1,255,142
Corporate Equity Securities	20,198	7,245	0	27,443
Pooled Separate Accounts	<u>84,966</u>	<u>47,834</u>	<u>0</u>	<u>132,800</u>
	<u>\$ 1,251,103</u>	<u>\$ 164,282</u>	<u>\$ 0</u>	<u>\$ 1,415,385</u>

3. FAIR VALUE MEASUREMENTS:

Accounting standards have a single definition of fair value and a framework for measuring fair value in accordance with generally accepted accounting principles. These standards apply whenever other authoritative literature requires (or permits) certain assets and liabilities to be measured at fair value. Items carried at fair value on a recurring basis consist of trading securities. The Organization also uses fair value concepts to test various long lived assets for impairment, in the event a triggering event has occurred.

Fair value is defined as the price that would be received to sell an asset, or paid to transfer a liability in an orderly transaction, between market participants at the measurement date in the principal or most advantageous market. The Organization uses a fair value hierarchy that has three levels of inputs, both observable and unobservable, with use of the lowest possible level of input to determine fair value.

Level 1 inputs include quoted market prices in an active market or the price of an identical asset or liability. Level 2 inputs are market data, other than Level 1, that are observable either directly or indirectly. Level 2 inputs include quoted market prices for similar assets or liabilities, quoted market prices in an inactive market, and other observable information that can be corroborated by market data. Level 3 inputs are unobservable and corroborated by little or no market data. The Organization uses valuation techniques in a consistent manner from year-to-year.

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2014 AND 2013

3. FAIR MARKET MEASUREMENTS (CONTINUED):

Fair values of the Organizations financial assets measured on a recurring basis as December 31, 2014 and 2013 are as follows:

	2014			
	Fair Value	Quoted Prices In Active Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments				
Exchange Traded Funds	\$ 1,146,460	\$ 1,146,460	\$ 0	\$ 0
Corporate Equity Securities	243,204	243,204	0	0
Pooled Separate Accounts	<u>131,517</u>	<u>0</u>	<u>131,517</u>	<u>0</u>
	<u>\$ 1,521,181</u>	<u>\$ 1,389,664</u>	<u>\$ 131,517</u>	<u>\$ 0</u>
	2013			
	Fair Value	Quoted Prices In Active Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments				
Money Market Funds	\$ 1,255,142	\$ 1,255,142	\$ 0	\$ 0
Corporate Equity Securities	27,443	27,443	0	0
Pooled Separate Accounts	<u>132,800</u>	<u>0</u>	<u>132,800</u>	<u>0</u>
	<u>\$ 1,415,385</u>	<u>\$ 1,282,585</u>	<u>\$ 132,800</u>	<u>\$ 0</u>

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2014 AND 2013

4. PROPERTY AND EQUIPMENT:

	2014	2013
Land	\$ 79,817	\$ 79,817
Buildings	1,618,950	1,618,950
Building Improvements	153,015	49,391
Kennel Equipment	73,926	73,926
Other Equipment	165,494	161,118
	2,091,202	1,983,202
Less Accumulated Depreciation	(636,121)	(580,047)
Total	\$1,455,081	\$1,403,155

5. TEMPORARILY RESTRICTED NET ASSETS:

Substantially all of the restrictions on net assets for the years ended December 31, 2014 and 2013 relate to funds raised through public support.

Temporarily restricted assets are available for the following purposes:

	2014	2013
Purpose Restrictions:		
Building Renovation	\$ 50,000	\$ 0
Subsidized Adoptions, Spay/Neuter Services and Medical Animal Care	2,672	27,071
New Equipment and Furniture	0	1,600
Hiring Part-time Foster Coordinator and Part-time Behavior Trainer	0	2,007
Pet-Facilitated Therapy Program	0	10,000
New Roof Replacement (Raise the Woof campaign)	0	98,969
Total	\$ 52,672	\$ 139,647

7. CONTRIBUTIONS:

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor restrictions.

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2014 AND 2013

7. CONTRIBUTIONS (CONTINUED):

Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reposting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statements of Activities as net assets released from restrictions.

Donated materials and services are reflected as contributions in the accompanying statements of activities at their estimated values at date of receipt. Donated materials include dog and cat pet food and computer software. Donated Services consist primarily of professional fees. A substantial number of volunteers have donated significant amounts of their time in the Organization's program services and its fund-raising campaigns. However, these amounts have not been recognized in the statements of activities because the criteria for recognition has not been met.

Donated materials and services of \$14,189 and \$13,533 were recorded in the statement of activities for the years ended December 31, 2014 and 2013, respectively.

8. OPERATING LEASE:

The Organization leases a copier under an operating lease requiring monthly payments of \$652 and expires in May 2015.

Future minimum lease payments are as follows:

2015	<u>\$ 3,260</u>
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9. CONCENTRATIONS OF CREDIT RISK:

The Organization's cash balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. The Organization's uninsured cash balances totaled \$146,658 and \$237,841 at December 31, 2014 and 2013, respectively.

**SOCIETY FOR THE IMPROVEMENT OF
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NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2014 AND 2013

9. CONCENTRATIONS OF CREDIT RISK (CONTINUED):

The Organization invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the Organization's financial statements.



Certified Public Accountants

Business Advisors

INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

To the Board of Directors
Society for the Improvement of Conditions for Stray Animals
(SICSA)
Kettering, Ohio

We have audited the financial statements of the Society for the Improvement of Conditions for Stray Animals (SICSA) (a nonprofit organization) as of and for the years ended December 31, 2014 and 2013, and have issued our report thereon dated June 8, 2015. Our audits were performed for the purpose of forming an opinion of the financial statements as a whole. The schedules of revenues, gains, and other support for the years ended December 31, 2014 and 2013, are presented for the purpose of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in our audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Goldshot, Lamb & Hobbs, Inc.

June 8, 2015

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

SCHEDULES OF REVENUES, GAINS AND OTHER SUPPORT

YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014	2013
<u>CONTRIBUTIONS</u>		
General Donations	\$ 471,818	\$ 491,732
Grant Income	79,045	94,615
Estates and Trusts	79,135	170,207
Total Contributions (including restricted contributions of \$73,400 and \$142,929, respectively)	\$ 629,998	\$ 756,554
<u>UNITED WAY AND COMBINED FEDERAL CAMPAIGN</u>		
	\$ 20,439	\$ 30,547
<u>SPECIAL EVENTS</u>		
Calendar Sale Income	\$ 7,885	\$ 7,780
Calendar Sale Expense	(2,078)	(2,708)
Net Calendar Sales	5,807	5,072
Red Dog / Cat's Meow Auction Income	56,095	48,542
Red Dog / Cat's Meow Auction Expense	(19,725)	(9,847)
Net Red Dog / Cat's Meow Auction	36,370	38,695
Red Dog Racer Income	5,905	5,776
Red Dog Racer Expense	(488)	(599)
Net Red Dog Racer	5,417	5,177
Walk for Strays Income	52,149	28,223
Walk for Strays Expense	(15,408)	(11,024)
Net Walk for Strays	36,741	17,199
A Night to Remember Income	2,882	3,421
A Night to Remember Expense	(1,218)	(333)
Net A Night to Remember	1,664	3,088
Friends of SICSA Income	24,696	21,656
Friends of SICSA Expense	(2,413)	(21,785)
Net Friends of SICSA	22,283	(129)

See independent auditor's report on supplementary information.

**SOCIETY FOR THE IMPROVEMENT OF
CONDITIONS FOR STRAY ANIMALS
(SICSA)**

SCHEDULES OF REVENUES, GAINS AND OTHER SUPPORT (CONTINUED)

YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014	2013
<u>SPECIAL EVENTS (Continued)</u>		
Kroger Gift Card Income	21,626	20,344
Kroger Gift Card Expense	-	-
Net Kroger Gift Card	21,626	20,344
Humane Education Income	23,252	25,271
Humane Education Expense	(6,159)	(1,475)
Net Humane Education	17,093	23,796
Other Events - Net	3,178	11,925
Total Special Events - Net	\$ 150,179	\$ 125,167
<u>PROGRAM SERVICE FEES</u>		
Spay/Neuter Income	\$ 132,814	\$ 98,029
Dog Placement	99,139	84,970
Cat Placement	45,814	43,044
Intake Fees	25,255	23,134
Microchip Fund	5,400	7,496
License Sales	2,912	1,891
Gift Shop	8,892	5,096
Dog Training Income	1,183	1,218
Total Program Service Fees	\$ 321,409	\$ 264,878
<u>OTHER INCOME</u>		
Investment Income	25,514	58,132
Net Realized and Unrealized Gain on Investments	50,500	138,026
Gain (Loss) on Sale of Assets	-	(229)
Miscellaneous	596	433
Total Other Income	\$ 76,610	\$ 196,362
Total Revenues, Gains and Other Support	\$ 1,198,635	\$ 1,373,508

See independent auditor's report on supplementary information.