

**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC**  
**FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2018 AND 2017**

Claudia B. Whitcomb, CPA, PC

**CBW**

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Fort Collins Cat Rescue & Spay/Neuter Clinic  
Fort Collins, Colorado

We have audited the accompanying financial statements of Fort Collins Cat Rescue & Spay/Neuter Clinic (a nonprofit organization), which comprise the statements of financial position as of December 31, 2018 and 2017, 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit includes performing procedures to obtain 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 Fort Collins Cat Rescue & Spay/Neuter Clinic as of December 31, 2018 and 2017, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

*Claudia B Whitcomb, CPA, PC*

Claudia B. Whitcomb, CPA, PC  
Certified Public Accountants

May 28, 2019



**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC**  
**STATEMENTS OF FINANCIAL POSITION**  
**DECEMBER 31,**

<b>ASSETS</b>	2018	2017
Current Assets:		
Cash	\$ 371,088	\$ 264,816
Accounts Receivable (net)	1,296	1,494
Grants Receivable	8,538	4,963
Inventory	13,187	9,064
Prepaid Expenses	24,143	1,942
<b>Total Current Assets</b>	418,252	282,279
Other Assets:		
Property and Equipment	502,136	485,161
Less: Accumulated Depreciation	(109,361)	(89,799)
Net Property and Equipment	392,775	395,362
Investments	13,364	12,338
<b>TOTAL ASSETS</b>	<b>\$ 824,391</b>	<b>\$ 689,979</b>
<b>LIABILITIES &amp; NET ASSETS</b>		
Current Liabilities:		
Accounts Payable	\$ 19,034	\$ 34,870
Accrued Payroll Liabilities	42,847	31,567
Deferred Event Income	16,500	10,950
Current Portion of Notes Payable	7,146	6,805
Current Portion of Capital Lease	3,994	3,814
<b>Total Current Liabilities</b>	89,521	88,006
Long Term Notes Payable, less current portion	192,556	200,234
Long Term Capital Lease, less current portion	1,400	5,766
<b>TOTAL LIABILITIES</b>	283,477	294,006
<b>NET ASSETS:</b>		
Without Donor Restrictions	512,849	344,639
With Donor Restrictions	28,065	51,334
<b>TOTAL NET ASSETS</b>	540,914	395,973
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 824,391</b>	<b>\$ 689,979</b>

**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC**  
**STATEMENTS OF ACTIVITIES**  
**YEARS ENDED DECEMBER 31,**

		2018		
		Without Donor	With Donor	
		Restrictions	Restrictions	Total
<b>REVENUE:</b>				
	Clinic income	\$ 601,222	\$ -	\$ 601,222
	Shelter income	282,846	-	282,846
	Merchandise sales, net	26,696	-	26,696
	<b>TOTAL REVENUE:</b>	<u>910,764</u>	<u>-</u>	<u>910,764</u>
<b>PUBLIC SUPPORT:</b>				
	Grants	66,160	127,379	193,539
	Contributions	550,885	2,600	553,485
	Fundraising income	167,666	-	167,666
	In-kind donations	171,362	-	171,362
	Released from restrictions	153,248	(153,248)	-
	<b>TOTAL PUBLIC SUPPORT:</b>	<u>1,109,321</u>	<u>(23,269)</u>	<u>1,086,052</u>
	<b>TOTAL PUBLIC SUPPORT AND REVENUE:</b>	2,020,085	(23,269)	1,996,816
<b>EXPENSES:</b>				
	Program Services:			
	Animal care	1,613,657	-	1,613,657
	Support Services:			
	Management and general	68,299	-	68,299
	Fundraising	169,919	-	169,919
	<b>TOTAL EXPENSES:</b>	<u>1,851,875</u>	<u>-</u>	<u>1,851,875</u>
	<b>CHANGE IN NET ASSETS</b>	168,210	(23,269)	144,941
<b>NET ASSETS</b>	Beginning of year	<u>344,639</u>	<u>51,334</u>	<u>395,973</u>
<b>NET ASSETS</b>	End of year	<u>\$ 512,849</u>	<u>\$ 28,065</u>	<u>\$ 540,914</u>

2017

Without Donor Restrictions	With Donor Restrictions	Total
\$ 579,421	\$ -	\$ 579,421
263,431	-	263,431
29,849	-	29,849
<u>872,701</u>	<u>-</u>	<u>872,701</u>
69,000	100,011	169,011
473,278	3,259	476,537
146,047	-	146,047
167,936	-	167,936
94,094	(94,094)	-
<u>950,355</u>	<u>9,176</u>	<u>959,531</u>
1,823,056	9,176	1,832,232
1,454,824	-	1,454,824
42,104	-	42,104
211,501	-	211,501
<u>1,708,429</u>	<u>-</u>	<u>1,708,429</u>
114,627	9,176	123,803
230,012	42,158	272,170
<u>\$ 344,639</u>	<u>\$ 51,334</u>	<u>\$ 395,973</u>

**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC**  
**STATEMENTS OF CASH FLOWS**  
**YEARS ENDED DECEMBER 31,**

	2018	2017
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in Net Assets	\$ 144,941	\$ 123,803
Adjustments to reconcile change in net assets		
Depreciation (non-cash)	19,561	19,207
Unrealized loss on investments (non-cash)	1,477	-
Decrease (increase) in accounts receivable	198	10,349
Decrease (increase) in grants receivable	(3,575)	(2,108)
Decrease (increase) in inventory	(4,123)	2,688
Decrease (increase) in prepaid expenses	(22,202)	(253)
Increase (decrease) in accounts payable	(15,836)	(5,959)
Increase (decrease) in accrued expenses	11,280	1,908
Increase (decrease) in deferred income	5,550	(1,396)
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>137,271</b>	<b>148,239</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Capitalized remodeling and purchase costs	-	(16,073)
Purchase of new property and facilities	-	(36,572)
Purchase of furniture and equipment	(16,976)	(1,230)
Purchase of long term investment	(2,500)	(12,338)
<b>NET CASH FLOWS FROM INVESTING ACTIVITIES</b>	<b>(19,476)</b>	<b>(66,213)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Reduction of long-term debt	(11,523)	(9,150)
<b>NET CASH FLOWS FROM FINANCING ACTIVITIES</b>	<b>(11,523)</b>	<b>(9,150)</b>
<b>NET INCREASE IN CASH</b>	<b>106,272</b>	<b>72,876</b>
<b>CASH BALANCE</b> Beginning of year	<b>\$ 264,816</b>	<b>\$ 191,940</b>
<b>CASH BALANCE</b> End of year	<b>\$ 371,088</b>	<b>\$ 264,816</b>
Interest Paid	\$ 10,170	\$ 7,964
Taxes Paid	\$ -	\$ -

**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**YEAR ENDED DECEMBER 31, 2018**

	<u>Program</u>		<u>Support Services</u>		<u>Total</u>
	<u>Animal</u>	<u>Management</u>	<u>Fund</u>		
	<u>Care</u>	<u>and General</u>	<u>Raising</u>		
Accounting	\$ 7,380	\$ 6,888	\$ 10,332		\$ 24,600
Advertising	6,248	-	197		6,445
Bank charges	13,696	-	7,521		21,217
Depreciation	15,649	3,912	-		19,561
Donated services	20,508	-	5,620		26,128
Event expenses	804	-	-		804
Facility expense	25,863	3,043	1,521		30,427
Fundraising expenses	-	-	62,742		62,742
Insurance	30,820	701	701		32,222
Interest expense	9,153	1,017	-		10,170
Miscellaneous business expenses	29,103	3,638	3,638		36,379
Personnel: Salaries	874,351	41,989	71,628		987,968
Personnel: Payroll taxes & benefits	35,208	1,691	2,884		39,783
Postage & printing	2,712	388	673		3,773
Rent	23,391	519	2,080		25,990
Supplies: office	8,027	3,297	-		11,324
Supplies: medical	279,054	-	-		279,054
Supplies: clinic and shelter	145,234	-	-		145,234
Telephone and internet	6,882	382	382		7,646
Utilities	7,510	834	-		8,344
Veterinary care and services	72,064	-	-		72,064
<b>Total Expenses</b>	<b><u>\$ 1,613,657</u></b>	<b><u>\$ 68,299</u></b>	<b><u>\$ 169,919</u></b>		<b><u>\$ 1,851,875</u></b>

**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**YEAR ENDED DECEMBER 31, 2017**

	<u>Program</u>	<u>Support Services</u>		<u>Total</u>
	<u>Animal Care</u>	<u>Management and General</u>	<u>Fund Raising</u>	
Accounting	\$ 6,720	\$ 6,272	\$ 9,408	\$ 22,400
Advertising	8,786	-	197	8,983
Bank charges	14,147	-	7,521	21,668
Depreciation	15,366	3,840	-	19,206
Donated services	45,538	-	2,125	47,663
Event expense	18	-	-	18
Facility expense	21,775	2,562	1,280	25,617
Fundraising expenses	-	-	47,556	47,556
Insurance	32,018	701	701	33,420
Interest expense	7,167	796	-	7,963
Miscellaneous business expenses	18,189	2,274	2,274	22,737
Personnel: Salaries	664,379	16,009	120,069	800,457
Personnel: Payroll taxes & benefits	89,022	2,145	16,088	107,255
Postage & printing	1,146	388	672	2,206
Rent	36,456	810	3,241	40,507
Supplies: office	12,419	5,090	-	17,509
Supplies: medical	246,853	-	-	246,853
Supplies: clinic and shelter	120,273	-	-	120,273
Telephone and internet	6,640	369	369	7,378
Utilities	7,635	848	-	8,483
Veterinary care and services	100,277	-	-	100,277
<b>Total Expenses</b>	<b><u>\$ 1,454,824</u></b>	<b><u>\$ 42,104</u></b>	<b><u>\$ 211,501</u></b>	<b><u>\$ 1,708,429</u></b>

**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2018 AND 2017**

**NOTE 1 – Organization and Nature of Activities**

Fort Collins Cat Rescue & Spay/Neuter Clinic (the Organization) is a non-profit organization incorporated in 2006 dedicated to the well-being of all cats and dogs in our community. Their primary emphasis is two-fold: the prevention of pet overpopulation through low-cost spay and neutering services for dogs and cats, and the sheltering and placement of surrendered or abandoned cats into loving, permanent homes. The primary sources of funding for Fort Collins Cat Rescue & Spay/Neuter Clinic include spay, neuter and basic veterinary service fees, adoption fees, and contributions.

Fort Collins Cat Rescue & Spay/Neuter Clinic is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code.

**NOTE 2 – Summary of Significant Accounting Policies**

**Basis of Accounting and Financial Statement Presentation**

The accompanying financial statements have been prepared on the accrual basis of accounting, in accordance with generally accepted accounting principles.

The Organization presents its financial statements in accordance with the FASB Accounting Standards Update (ASU) 2016-14, Presentation of Financial Statements of Not-for-Profit Entities. This is an update of ASC 958. Accordingly, the Organization reports information regarding its financial position and activities according to two classes of net assets-net assets without donor restrictions and net assets with donor restrictions.

Net Assets without donor restrictions are those assets currently available at the discretion of the Board of Directors for use in the Organization's operations. These assets may include funds that were received without donor restrictions but have been designated by the Board of Directors for specific programs or purposes.

Net Assets with donor restrictions are those assets restricted by donors specifically for certain time periods, purposes or programs. When the restriction stipulation ends or is accomplished, the donor restriction is removed and the net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. These assets may include temporarily and permanently restricted net assets.

**Cash**

For purposes of balance sheet presentation and reporting of cash flows, the Organization considers all cash on hand and unrestricted demand deposits as cash. At times throughout the year, the Company's cash balance may exceed amounts insured by the Federal Deposit Insurance Corporation (FDIC).

(continued)

**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2018 AND 2017**

**NOTE 2 - Summary of Significant Accounting Policies (continued)**

**Accounts Receivable**

The Organization requires payment at the time services are rendered. Therefore, accounts receivable balances are historically very low and consist primarily of employee purchases and other rescue group receivables. They are recorded net of any allowance for bad debts, which is based on historical experience combined with a review of the current status of existing receivables. The allowance at December 31, 2018 and 2017 was \$0.

**Inventory**

Inventory is stated at cost, using procedures which approximate the first-in-first-out method of inventory valuation. Inventory consists primarily of pet supplies.

**Property and Equipment**

Property and equipment purchased by the Organization is recorded at cost. Donated equipment is reported as in-kind donations and capitalized at fair value on the date of donation. The policy for capitalization is any major asset with a value over \$500 and a remaining useful life of two years or more. Depreciation is provided using the straight-line method based upon the estimated useful lives of the assets, which range from three to fifty years.

**Fair Value of Financial Instruments**

The Organization applies generally accepted accounting principles (GAAP) for fair value measurements of financial assets that are recognized or disclosed at fair value in the financial statements on a recurring basis. GAAP defines fair value 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.

**Support and Revenue**

The Fort Collins Cat Rescue & Spay/Neuter Clinic receives contributions from individual contributors, corporate sponsors, grants and fundraising events. Support that is received with designations for future periods or restrictions for use by the donor (donor-imposed restrictions) is reported as restricted support that increases net assets with donor restrictions. Support that is received without restrictions is classified as unrestricted income. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Revenue from unconditional grants and contributions is recognized when received or pledged.

Revenue from fundraisers and service fees is recognized when received or earned.

(continued)



**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2018 AND 2017**

**NOTE 2 - Summary of Significant Accounting Policies (continued)**

**Donated Services**

Numerous volunteers donate significant time to program services and special events. Per ASC 958-605-30, only donated time that requires specific expertise and would have otherwise been purchased by the organization is reported in the financial statements.

**Functional Allocation of Expenses**

The costs of program and supporting service activities have been summarized on a functional basis in the statement of activities. Supporting services include management and general expenses that are not directly identifiable with any specific function or program but provide for the overall support and direction of the Organization. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Such allocations are determined by management on an equitable basis.

<u>Expense</u>	<u>Method of Allocation</u>
Personnel costs	Time and effort
General office and operations	Time and effort
Facilities and equipment	Approximate square footage
Program specific costs	Time and effort

**Advertising Costs**

The Organization expenses all advertising costs as incurred, and were \$6,445 and \$8,983 during the years ended December 31, 2018 and 2017, respectively.

**Management Estimates**

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

**Income Taxes**

The Fort Collins Cat Rescue & Spay/Neuter Clinic is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and comparable Colorado law. Therefore, no provision is made in the financial statements for income taxes.

(continued)

**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2018 AND 2017**

**NOTE 2 - Summary of Significant Accounting Policies (continued)**

**New Accounting Pronouncement**

On August 18, 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958)-*Presentation of Financial Statements of Not-for-Profit Entities*. The update addresses the need to make it easier for readers of the financial statements to assess the Organization's liquidity and to determine the availability of restricted resources to fund general expenditures. The Organization has adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented.

**NOTE 3- Availability and Liquidity**

The following reflects the Organization's financial assets as of the balance sheet date, reduced by amounts not available for general use because of donor-imposed restrictions within one year of the balance sheet date.

Financial assets at year end:

Current assets	\$ 418,253
Other long-term investment	<u>13,364</u>
Total financial assets	431,617

Less amounts not available to be used within one year:

Net Assets with donor restrictions	<u>28,065</u>
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Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 403,552</u>
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The Organization's goal is generally to maintain financial assets to meet six months of operating expenses. As part of its liquidity plan, excess cash is available in the form of bank checking and savings accounts.

(continued)

**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2018 AND 2017**

**NOTE 3 – Property and Equipment**

Property and equipment, at December 31, consisted of:

	<u>2018</u>	<u>2017</u>
Building and improvements	\$ 247,220	\$ 247,220
Land	88,278	88,278
Furniture and equipment	138,663	121,688
Vehicles	27,975	27,975
Total Property and Equipment	<u>\$ 502,136</u>	<u>\$ 485,161</u>
Less: Accumulated Depreciation	<u>(109,361)</u>	<u>(89,799)</u>
Net Furniture and Equipment	<u>\$ 392,775</u>	<u>\$ 395,362</u>

**NOTE 4 – In-Kind Donations**

For the years ended December 31, 2018 and 2017, the Organization received in-kind donations of pet food and supplies in the amounts of \$145,234 and \$120,273, respectively, and \$26,128 and \$47,663 of donated services. These donations are reported as income under In-Kind Donations.

The value of these donated items, for the year ended December 31, 2018, is allocated among the functional expense categories as follows:

	<u>Program</u>	<u>Management</u>	<u>Fundraising</u>
Shelter Food and Supplies	\$ 145,234	\$ -	\$ -
Veterinary Care	20,383	-	-
Professional fees, contract services	125	-	5,620
	<u>\$ 165,742</u>	<u>\$ -</u>	<u>\$ 5,620</u>

**NOTE 5 – Special Events**

The Fort Collins Cat Rescue & Spay/Neuter Clinic holds several fundraising events through-out the year, the purpose of which is to both raise funds and raise awareness. Gross revenue from these events is included in fundraising income in the Statement of Activities. The main income-generating fundraiser is the annual Whiskers & Wags Jubilee Gala fundraiser. Net revenue generated from this annual event was \$109,859 in 2018 and \$92,897 in 2017.

**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2018 AND 2017**

**NOTE 6 - Building Leases**

The Organization has two leases for building space as of December 31, 2018. All are located in the same building in Fort Collins. The two leases are for the shelter, one which leases for \$1,540 per month and currently expires on July 31, 2019. The other lease is \$550 per month and expires in July 2019. Both lease payments increased slightly beginning January 2019.

Rent expense includes a nominal amount for rental of storage space.

Minimum future lease payments are as follows:

<u>Year Ending December 31,</u>	
2019	\$13,824
Thereafter	<u>          -</u>
	<u>\$13,824</u>

**NOTE 7 - Lease Obligations Payable**

The Organization began leasing certain equipment classified as capital leases. The leased equipment is depreciated on a straight-line basis over five years. Minimum future lease payments are as follows:

<u>Year Ending December 31,</u>	
2019	3,994
2020	1,772
Thereafter	<u>          -</u>
	<u>\$ 5,766</u>

**NOTE 8 - Notes Payable**

The Organization purchased five units located within the building in which they operate in 2017. Two units were purchased on April 3, 2017 for \$75,000, for which the Organization entered into a ten year note payable with the Bank of Colorado in the amount of \$60,000. The interest rate is 5%, and the note requires monthly payments of principal and interest of \$398, with a balloon interest and principal payment of \$37,745 on April 3, 2027.

(continued)

**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2018 AND 2017**

**NOTE 8 – Notes Payable (continued)**

The Organization purchased three more units on August 1, 2017. One unit was purchased for \$27,000, and the other two were purchased for \$71,000. The Organization entered into one ten year note payable with the Bank of Colorado to secure the purchase in the amount of \$76,248. This loan has an interest rate of 5%, and requires monthly payments of \$506, with a balloon interest and principal payment of \$48,026 on August 1, 2027.

The Organization previously purchased units within this building and has a note payable from that purchase with a balance of \$72,142 at December 31, 2017. The interest rate is set at 4.75%. The note requires monthly payments of principal and interest of \$494, with a balloon interest and principal payment of \$47,238 on April 6, 2026.

Future maturities of long-term debt, as of December 31, 2018, are as follows:

2019	\$ 7,146
2020	7,505
2021	7,881
2022	8,276
Thereafter	<u>168,894</u>
Total	<u>\$199,702</u>

**NOTE 9 – Net Assets With Donor Restrictions**

At December 31, 2018 and 2017, net assets with donor restrictions consisted primarily of grants and donations received specifically for spay and neuter services, or grants for unrestricted purposes that had not been spent by year-end.

Temporarily restricted net assets consist of the following at year ended December 31,

	<u>2018</u>	<u>2017</u>
Unrestricted grants unspent:		
Animal Assistance Fund	\$ 20,000	\$ 15,000
Grants for spay/neuter:		
Colorado Pet Overpopulation Fund	5,415	4,963
Bissell Pet Foundation	2,650	-
Glenmede Trust Company, N.A.	-	10,000
PetSmart	-	13,121
ASPCA	-	2,500
Various Humane Societies	<u>-</u>	<u>5,750</u>
Total	<u>\$ 28,065</u>	<u>\$ 51,334</u>

**FORT COLLINS CAT RESCUE & SPAY/NEUTER CLINIC  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2018 AND 2017**

**NOTE 10 – Related Party**

The Organization’s executive director is an owner of a company that the Organization does business with. Total payments to this company by the Organization totaled \$12,368 in 2018 and \$7,186 in 2017. There were no outstanding balances due to the related party as of December 31, 2018.

**NOTE 11 – Supplemental Disclosures of Cash Flow Information**

	<u>2018</u>	<u>2017</u>
Noncash financing transactions:		
Notes payable for purchase of facilities and land	\$ -	\$136,248
Donation of fixed assets	\$ -	\$ 5,000

**NOTE 12 - Subsequent Events**

Management has evaluated subsequent events through May 28, 2019 the date the financial statements were available to be issued. In January 2019, the Organization purchased another unit within the building for \$115,000. They financed \$92,000 with a 20 year note to a private party, payable monthly at an interest rate of 5%.

Additionally, in May 2019, a decision was made and approved by the board of directors to acquire another animal rescue operation located within Fort Collins. The organization to be acquired has also agreed to this arrangement. FCCRSNC will acquire all the assets and liabilities of the other organization at no additional cost. The intent is to have the new combined organization in place beginning January 1, 2020.

It is management’s opinion that no additional events have occurred subsequent to year-end which would require adjustment to financial statements or disclosure, except as included therein.