

STRAY DOG SUPPORT

2023 Financial Statement



Stray Dog
Support Inc

STRAY DOG SUPPORT, INC

FINANCIAL STATEMENTS

December 31, 2023 and 2022

STRAY DOG SUPPORT, INC

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Trustees
Stray Dog Support, Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Stray Dog Support, Inc., which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Stray Dog Support, Inc., as of December 31, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Stray Dog Support, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other Matter

The 2022 financial statements were reviewed by us and our report thereon, dated December 28, 2023, stated we were not aware of any material modifications that should be made to those statements for them to be in accordance with accounting principles generally accepted in the United States of America. A review is substantially less in scope than an audit and does not provide a basis for the expression of an opinion on the financial statements as a whole.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Stray Dog Support, Inc.'s ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Stray Dog Support, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Stray Dog Support, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

SCHUMACHER SAMA, LLP



Wauwatosa, Wisconsin
September 4, 2024

STRAY DOG SUPPORT, INC
STATEMENTS OF FINANCIAL POSITION
December 31, 2023 and 2022

ASSETS

	<u>2023</u>	<u>2022</u> <u>(Unaudited)</u>
Current Assets		
Cash	\$ 281,208	\$ 133,204
Inventory	600	3,000
Total Current Assets	281,808	136,204
Total Assets	\$ 281,808	\$ 136,204

LIABILITIES AND NET ASSETS

Current liabilities		
Accounts payable	\$ 35,702	\$ -
Total Liabilities	35,702	-
Net Assets		
Without donor restrictions	246,106	132,400
With restrictions	-	3,804
Total Net Assets	246,106	136,204
Total Liabilities and Net Assets	\$ 281,808	\$ 136,204

See notes to the financial statements.

STRAY DOG SUPPORT, INC
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
For The Years Ended December 31, 2023 and 2022

	2023			2022 (Unaudited)		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Support and Other Revenue						
Donations	\$ 820,611	\$ -	\$ 820,611	\$ 450,396	\$ 10,000	\$ 460,396
Merchandise	178	-	178	428	-	428
Grants	26,800	-	26,800	29,500	-	29,500
Donated items	77,309	-	77,309	-	-	-
Total Support	<u>924,898</u>	<u>-</u>	<u>924,898</u>	<u>480,324</u>	<u>10,000</u>	<u>490,324</u>
Net assets released from restrictions:						
Restrictions satisfied by payments	3,804	(3,804)	-	6,196	(6,196)	-
Total Support and Other Revenue	<u>928,702</u>	<u>(3,804)</u>	<u>924,898</u>	<u>486,520</u>	<u>3,804</u>	<u>490,324</u>
Expenses						
Program services						
Boarding and fostering	212,743	-	212,743	119,969	-	119,969
Bank and credit card fees	4,880	-	4,880	1,440	-	1,440
Broker costs	545	-	545	6,765	-	6,765
Food and feeding programs	90,980	-	90,980	51,889	-	51,889
Office	17,429	-	17,429	9,605	-	9,605
Postage	1,699	-	1,699	231	-	231
Products and merchandise	56	-	56	51	-	51
Supplies	71,867	-	71,867	29,902	-	29,902
Transportation	89,255	-	89,255	97,956	-	97,956
Donated items	77,309	-	77,309	-	-	-
Advertising	2,548	-	2,548	1,552	-	1,552
Vet care and medication	245,685	-	245,685	136,930	-	136,930
Total Program Services	<u>814,996</u>	<u>-</u>	<u>814,996</u>	<u>456,290</u>	<u>-</u>	<u>456,290</u>
CHANGE IN NET ASSETS	113,706	(3,804)	109,902	30,230	3,804	34,034
Net assets, beginning of year	132,400	3,804	136,204	102,170	-	102,170
NET ASSETS, end of year	<u>\$ 246,106</u>	<u>\$ -</u>	<u>\$ 246,106</u>	<u>\$ 132,400</u>	<u>\$ 3,804</u>	<u>\$ 136,204</u>

See notes to the financial statements.

STRAY DOG SUPPORT, INC
STATEMENTS OF CASH FLOWS
For The Years Ended December 31, 2023 and 2022

	2023	2022 (Unaudited)
Cash flows from operating activities		
Change in net assets	\$ 109,902	\$ 34,034
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Decrease in cash due to changes in:		
Inventory	2,400	-
Accounts payable	35,702	-
Total adjustments	38,102	-
Net cash provided by operating activities	148,004	34,034
NET INCREASE IN CASH AND CASH EQUIVALENTS	148,004	34,034
Cash and cash equivalents, beginning of year	133,204	99,170
Cash and cash equivalents, end of year	\$ 281,208	\$ 133,204

See notes to the financial statements

STRAY DOG SUPPORT, INC
NOTES TO FINANCIAL STATEMENTS

Note 1 - Significant Accounting Policies

Organization

Stray Dog Support, Inc., (the Organization), is a non-profit organization dedicated to promoting community awareness and improving the welfare of homeless, abused, and neglected canines. The Organization provides wellness programs that focus on helping low-income families keep their pets healthy; education programs that focus on educating the youth on the importance of treating their pet. In addition the Organization helps facilitate transport of these canines internationally as well as provide emergency medical care, spay and neuter programs and vaccination programs.

Income Taxes

The Organization received approval to be treated as a publicly supported organization under Section 501(c)(3) of the Internal Revenue Code and as such is generally exempt from Federal and state income taxes. Accordingly, no accrual for income taxes has been included in these financial statements.

The Organization follows accounting for uncertainty in income taxes guidance FASB ASC 740-10 (*prior authoritative literature: FASB Interpretation No. 48, Accounting for Uncertainty in Income Taxes ("FIN 48")*). The adoption of that guidance resulted in no change to net assets or any related tax positions. Management continually evaluates expiring statutes of limitations, audits, changes in tax law, accrued interest or penalties associated with uncertain tax positions. None of the Organization's federal or state informational returns are currently under examination, however, the returns for the years ending 2021, 2022 and 2023 are subject to examination by the IRS, generally for three years after they were filed.

Financial Statement Presentation

The accompany financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP). The FASB has established the ASC as the source of authoritative accounting principles to be applied in the preparation of financial statements in accordance with GAAP. The financial statements include the accounts maintained by and directly under the control of the Organization. In addition, the Organization is required to present a statement of cash flows. The Organization does not use fund accounting.

Basis of Accounting

Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reports as follows:

Net Assets Without donor restrictions – Net assets available for use in general operations and not subject to donor restrictions. The governing board has designated, from without donor restrictions, net assets for a board designated endowment.

Net Assets With donor restrictions – Net assets subject to donor-imposed restrictions are temporary in nature, such as those restrictions that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that the resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

STRAY DOG SUPPORT, INC
NOTES TO FINANCIAL STATEMENTS

Note 1 - Significant Accounting Policies (continued)

Basis of Accounting (continued)

Contributions received and unconditional promises to give are measured at their fair values at the date of contribution and are reported as increases in net assets. Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities and changes in net assets as net assets released from restrictions.

Donated Services and Goods and In-Kind Contributions

Donated services are recognized if they require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Donated services that do not require specialized skills or enhance nonfinancial assets are not recorded in the accompanying financial statements because no objective basis is available to measure the value of such services. From time to time the Organization will have volunteers that have donated time to the Organization's program services, the value of which is not recorded in the accompanying financial statements.

Gifts of securities, property, equipment and other non-monetary assets are recorded at estimated fair value on the date the gift using either the principal market (or most advantageous market) by utilizing publicly available website valuations for selling identical or similar products. Nonfinancial contributions typically consist of dog food or supplies. As of December, 2023 and 2022 donated items consisted of the following:

	<u>2023</u>	<u>2022</u>
Food	\$ 28,264	\$ -
Medication	9,903	-
Supplies	<u>39,142</u>	<u>-</u>
Total	<u>\$ 77,309</u>	<u>\$ -</u>

Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Cash and Cash Equivalents

The Organization considers all highly liquid investment instruments with original maturities of three months or less to be cash equivalents.

The Organization's cash and cash equivalents are maintained at a single bank. Deposits held with banks may exceed the amounts of insurance provided on such deposits. Generally, these deposits may be redeemed upon demand and, therefore, bear minimal risk.

Inventory

Inventories are stated at the lower of cost or net realizable value.

Advertising Costs

Advertising costs are expensed as incurred.

STRAY DOG SUPPORT, INC
NOTES TO FINANCIAL STATEMENTS

Note 2 – Nature of Operations in Foreign Countries

The Organization has international operations transporting canines into the United States and Canada. These foreign operations are subject to various political, economic, and other risks and uncertainties inherent in the countries in which the Organization operates. Among other risks the Organization's operations are subject to the risks of domestic and international tariffs, changing taxation policies, foreign exchange restrictions, and political conditions and governmental regulations.

Note 3 – Liquidity and Availability

The following is a reconciliation of the Organization's financial assets as of December 31, 2023 and 2022 to financial assets available to fund the Organization's general expenditures for the following fiscal year:

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 281,208	\$ 133,204
Less: donor-imposed restrictions	<u>-</u>	<u>(3,804)</u>
Total financial assets available for general expenditure within one year	<u>\$ 281,208</u>	<u>\$ 129,400</u>

Note 4 – Net Assets with Donor Restrictions

Net assets with donor restrictions are restricted for the following purpose or other events specified by donors as follows as of December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Subject to Expenditure for Specified Purpose:		
Malinalco shelter renovation project	<u>\$ -</u>	<u>\$ 3,804</u>
Total Net Assets with Donor Restrictions	<u>\$ -</u>	<u>\$ 3,804</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or other events specified by the donors as follows for the years ended December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Satisfaction of Purpose of Restrictions:		
Malinalco shelter renovation project	<u>\$ 3,804</u>	<u>\$ 6,196</u>
Total Net Assets Released from Restriction	<u>\$ 3,804</u>	<u>\$ 6,196</u>

Note 5 – Subsequent Events

The Organization has evaluated subsequent events through September 4, 2024, the date the financial statements were available to be issued.

STRAY DOG SUPPORT, INC
NOTES TO FINANCIAL STATEMENTS

Note 6 – Reconciliation of Financial Statements to Form 990

The following is a reconciliation of total expenses per the financial statements to the Form 990:

	<u>2023</u>	<u>2022</u>
Total expenses per the financial statements	\$ 814,996	\$ 456,290
Accounts payable, beginning of year	-	-
Accounts payable, end of year	<u>(35,702)</u>	<u>-</u>
Total expenses per Form 990	<u>\$ 779,294</u>	<u>\$ 456,290</u>