

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.

FINANCIAL STATEMENTS

JUNE 30, 2024

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
FINANCIAL STATEMENTS
JUNE 30, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
S.A.V.E, A Friend to Homeless Animals, Inc.
Skillman, New Jersey

Opinion

We have audited the accompanying financial statements of **S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.** (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.** as of June 30, 2024, 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. 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 **S.A.V.E, A FRIEND TO HOMELESS ANIMALS, 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.

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 **S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.**'s ability to continue as a going concern within one year after the date that the financial statements are available to be 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than 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 generally accepted auditing standards, 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 **S.A.V.E, A FRIEND TO HOMELESS ANIMALS, 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 **S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.**'s ability to continue as a going concern for a reasonable year 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.

Haefele, Flanagan & Co., p.c.

Maple Shade, New Jersey
January 28, 2025

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Current assets			
Cash and cash equivalents	\$ 142,597	\$ -0-	\$ 142,597
Investments	2,304,978	235,795	2,540,773
Accounts receivable	213,880	-0-	213,880
Prepaid expenses and other current assets	9,361	-0-	9,361
Total current assets	2,670,816	235,795	2,906,611
Property and equipment, net	5,007,877	-0-	5,007,877
Total Assets	\$ 7,678,693	\$ 235,795	\$ 7,914,488
Current liabilities			
Accounts payable	\$ 30,381	\$ -0-	\$ 30,381
Accrued expenses	38,868	-0-	38,868
Total current liabilities	69,249	-0-	69,249
Net assets			
Without donor restrictions	7,609,444	-0-	7,609,444
With donor restrictions	-0-	235,795	235,795
Total net assets	7,609,444	235,795	7,845,239
Total Liabilities and Net Assets	\$ 7,678,693	\$ 235,795	\$ 7,914,488

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

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and support			
Contributions	\$ 894,202	\$ 3,000	\$ 897,202
Bequests	156,412	-0-	156,412
Grants	21,200	-0-	21,200
Trust income	23,055	-0-	23,055
Adoptions and other program fees	91,903	-0-	91,903
Municipal contract fees	107,357	-0-	107,357
Special events, net of direct benefit to donors of \$26,400	60,216	-0-	60,216
Rental and other income	7,220	-0-	7,220
Investment income, net	42,909	1,154	44,063
Net realized and unrealized gain on investments	240,817	18,689	259,506
Total revenue and support	1,645,291	22,843	1,668,134
Expenses			
Program services	1,241,248	-0-	1,241,248
Management and general	275,677	-0-	275,677
Fundraising	93,038	-0-	93,038
Total expenses	1,609,963	-0-	1,609,963
Change in net assets	35,328	22,843	58,171
Net assets, beginning of period	7,574,116	212,952	7,787,068
Net assets, end of period	\$ 7,609,444	\$ 235,795	\$ 7,845,239

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

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Direct Benefit to Donors</u>	<u>Total</u>
Salaries	\$ 682,903	\$ 95,753	\$ 57,373	\$ -0-	\$ 836,029
Payroll taxes	62,795	8,805	5,276	-0-	76,876
Retirement plan	8,372	1,174	703	-0-	10,249
Advertising	-0-	7,632	481	-0-	8,113
Animal welfare	135,134	-0-	-0-	-0-	135,134
Automobile	407	-0-	-0-	-0-	407
Depreciation	150,334	60,119	-0-	-0-	210,453
Insurance	113,274	23,052	7,129	-0-	143,455
Occupancy	31,581	10,095	-0-	-0-	41,676
Office and supplies	3,764	30,552	16,541	-0-	50,857
Payroll processing cost	8,309	1,165	698	-0-	10,172
Printing and postage	-0-	8,684	-0-	-0-	8,684
Professional fees	-0-	7,848	-0-	-0-	7,848
Repairs and maintenance	40,629	19,193	-0-	-0-	59,822
Special events and other fundraising	-0-	-0-	4,837	26,400	31,237
Telephone	3,746	1,605	-0-	-0-	5,351
Total expenses by function	1,241,248	275,677	93,038	26,400	1,636,363
Less: expenses included with revenue and support on the Statement of Activities	-0-	-0-	-0-	(26,400)	(26,400)
Total expenses	<u>\$ 1,241,248</u>	<u>\$ 275,677</u>	<u>\$ 93,038</u>	<u>\$ -0-</u>	<u>\$ 1,609,963</u>

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

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED JUNE 30, 2024

Cash Flows from Operating Activities	
Change in net assets	\$ 58,171
Adjustments to reconcile change in net assets to net cash used in operating activities:	
Depreciation	210,453
Donated marketable securities	(28,710)
Net unrealized and realized gain on investments	(259,506)
Increase in operating assets:	
Accounts receivable	(65,964)
Prepaid expenses and other current assets	(3,234)
Decrease in operating liabilities:	
Accounts payable	(2,415)
Accrued expenses	<u>(45,959)</u>
Net cash used in operating activities	<u>(137,164)</u>
Cash Flows from Investing Activities	
Payments for purchases of investments	(498,781)
Proceeds from sale of investments	461,493
Purchases of property and equipment	<u>(9,366)</u>
Net cash used in investing activities	<u>(46,654)</u>
Net decrease in cash and cash equivalents	(183,818)
Cash and cash equivalents, beginning of period	<u>326,415</u>
Cash and cash equivalents, end of period	<u><u>\$ 142,597</u></u>

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

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 1 – Organization

S.A.V.E, A Friend to Homeless Animals, Inc. (the “Organization” or “SAVE”) is a 501 (c)(3) nonprofit shelter and animal welfare organization dedicated to protecting the health and well being of companion animals in the Greater Princeton, New Jersey Area. Through its six core programs of rescue, shelter, health and welfare, spay/neuter, adoption, and humane education, SAVE strives to substantially reduce animal overpopulation and the corresponding euthanasia of adoptable and treatable animals in our community. SAVE endeavors to build, foster, and strengthen the human-animal bond.

Note 2 – Summary of Significant Accounting Policies

Basis of Presentation

SAVE prepares its financial statements on the accrual basis of accounting, and accordingly, reflects all significant receivables, payables, and other liabilities. Consequently, revenue is recognized as described below in the section entitled Revenue and Revenue Recognition and expenses are recognized when the obligations are incurred.

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Subtopic 958-205, *Financial Statements of Not-for-Profit Organizations*. Under FASB ASC Subtopic 958-205, to ensure the observance of limitations and restrictions placed on the use of resources available to the Organization, its net assets and revenues have been reported according to the following classifications:

Net Assets without Donor Restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of SAVE’s management and the Board of Trustees.

Net Assets with Donor Restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. See Note 9 to the financial statements for detail on net assets with donor restrictions.

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 2 – Summary of Significant Accounting Policies (continued)

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (“GAAP”) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenue and expenses during the reporting year. Although management believes the estimates that have been used are reasonable, actual results could vary from the estimates that were used.

Revenue and Revenue Recognition

Contributions

Contributions, as well as bequests and grants, are recognized when cash, donated investments or other assets, unconditional promises to give, or other various notifications of a beneficial interest is received. Conditional contributions, including those received as conditional promises to give, that is, those with a measurable performance or other barrier, and right of return or release of assets, are not recognized until the conditions on which they depend have been substantially met.

Unconditional contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as both increases in net assets with donor restrictions and net assets released from restrictions on the Statement of Activities if the restrictions expire in the reporting year in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 2 – Summary of Significant Accounting Policies (continued)

Revenue and Revenue Recognition

Program Income

Program income, including adoptions and other fees as well as municipal contract fees, is recognized as an exchange transaction. Adoptions, surrenders, and contracted fees are considered exchange transactions as customers receive substantive benefits and these fees are recognized as revenue at a point-in-time when payment is exchanged. Municipal contract fees are earned under contracts with various local governments. The performance obligations connected with these contracted services are recognized as an over-time benefit exchange based on the service rates stipulated in each contract.

In-kind Contributions

A substantial number of unpaid volunteers have contributed their time and effort to develop the Organization's programs and provide supporting services; however, the consolidated financial statements do not reflect the value of these contributed services because they do not meet the necessary criteria for recognition under GAAP. Contributed materials, services, and facilities are recorded at their estimated fair value at the date of the donation. Contributed services are recognized at fair value if the services received (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased, if not provided by donation. In-kind contributions are recorded as both revenue and support and program services, and therefore, there is no effect on the change in net assets.

Accounts Receivable

Accounts receivable are stated at the amount management expects to collect from outstanding balances. The allowance for credit losses reduces the receivable balance to the estimated net realizable value which is the amount that is expected to be collected. The allowance is established using assessments of current creditworthiness of contributors, historical collection experience, and the aging of receivables, which are adjusted using currently available evidence and expected future trends to prepare reasonable and supportable forecasts. Accounts receivable balances are written off against the allowance if a final determination of uncollectibility is made after management has used reasonable collection efforts. Actual collections of accounts receivable could differ from estimates due to changes in future economic or industry conditions or a specific contributor's financial condition.

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 2 – Summary of Significant Accounting Policies (continued)

Investments

SAVE carries investments in marketable securities with readily determinable fair values at fair value and investments in collective investment funds at the net asset value (“NAV”) as a practical expedient in the Statement of Financial Position. Unrealized gains and losses are included in the change in net assets in the accompanying Statement of Activities. Investment income and gains on principal restricted by a donor are reported as increases in net assets with donor restrictions until the restrictions are met. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions on the original donated principal are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

Fair Value

Accounting standards for fair value measurements establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. Fair value is the price the Organization would receive to sell marketable securities in an orderly transaction between market participants. For those marketable securities recorded or disclosed at fair value, the Organization determines the fair value based upon the quoted market price, if available. If a quoted market price is not available for identical marketable securities, the fair value is based upon the quoted price of similar marketable securities. The fair values are assigned a level within the fair value hierarchy as defined below:

Level 1 Inputs: Observable inputs such as quoted prices (unadjusted) in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.

Level 2 Inputs: Inputs other than quoted prices that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets and quoted prices for identical or similar assets or liabilities in markets that are not active.

Level 3 Inputs: Unobservable inputs that reflect the reporting entity’s own assumptions.

The fair value of pooled investments, at June 30, 2024, is valued using the NAV as a practical expedient and are not leveled in the fair value hierarchy. The fair value of the pooled investments is based on the unadjusted NAV per unit as determined by the sponsor of the fund, Princeton Area Community Foundation (“PACF”), based on the fair values of the underlying investments. There are no restrictions on the redemption of the collective investment funds and no unfunded commitments.

The Organization’s marketable securities and collective investment funds are shown in Note 7 to the Financial Statements.

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 2 – Summary of Significant Accounting Policies (continued)

Property and Equipment and Depreciation

Property and equipment are recorded at cost if purchased or at fair value at the time of donation, if donated. Depreciation is provided using the straight-line method over the estimated useful lives of the assets. The estimated useful lives of assets for financial reporting purposes are as follows: building and improvements, 5 to 40 years; furniture and equipment, 3 to 15 years; computer equipment and software, 3 to 10 years; and vehicles, 7 years. The Organization capitalizes costs that are not inconsequential and whose life extends beyond a one-year year. Maintenance and repairs are charged to expense as incurred; major renewals and betterments are capitalized. When items of property or equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included in income.

The Organization reviews the carrying value of its property and equipment for impairment whenever events and circumstances indicate that the carrying value of an asset may not be recoverable from the estimated future cash flows expected to result from its use and eventual disposition. In cases where undiscounted expected cash flows are less than the carrying value, an impairment loss is recognized equal to an amount by which the carrying value exceeds the fair value of assets. Based on these reviews, there were no adjustments to the carrying value of long-lived assets for the years ended June 30, 2024.

Depreciation expense for the year ended June 30, 2024 was \$210,453.

Advertising and Development

Advertising and development costs include all marketing-related expenditures and are expensed when incurred. Advertising and development expense totaled \$8,113 for the year ended June 30, 2024.

Functional Allocation of Expenses

The costs of providing program services and other activities have been summarized on a functional basis in the Statement of Activities. Accordingly, certain expenses have been allocated among program services and supporting services benefited. Payroll and related expenses are allocated on the basis of estimates for time and effort. Directly identifiable expenses that related to more than one function are charged to programs and supporting services on the basis of time, actual usage, or an estimate of square footage based on the shelter and administrative buildings. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 2 – Summary of Significant Accounting Policies (continued)

Income Taxes

SAVE is a not-for-profit organization that is exempt from income taxes under section 501(c)(3) of the Internal Revenue Code (“IRC” or the “Code”). The Organization follows the accounting guidance for uncertainty in income taxes, which prescribes a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return and also provides guidance on various related matters such as derecognition, interest, penalties, and disclosures required. The Organization believes that it has appropriate support for any tax position taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

SAVE’s Federal Exempt Organization Income Tax Returns (Form 990) for 2023, 2022, and 2021 are subject to examination by the IRS, generally for three years after they were filed.

Cash and Cash Equivalents

For financial statement purposes, cash equivalents include all demand deposits, money market accounts, and all highly liquid debt instruments with an original maturity of three months or less.

Recent Adopted Accounting Pronouncements

Credit Losses

In June 2016, the FASB issued Accounting Standards Update (“ASU”) 2016-13 “Financial Instruments – Credit Losses (ASC Topic 326).” The ASU requires instruments measured at amortized cost, including accounts receivable to be presented at the net amount expected to be received. The ASU requires organizations to measure all expected credit losses for financial instruments held at the reporting date using a methodology that requires consideration of a broad range of information, including, but not limited to, historical experience, current information and reasonable and supportable forecasts. The guidance is effective for fiscal years beginning after December 15, 2022. The Organization adopted this standard as of July 1, 2023 which adoption did not have a material effect on the Organization’s financial statements.

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 3 – Concentration of Credit Risk

SAVE maintains its cash balances in several financial institutions and investment brokerage firms. The balances at these financial institutions and investment brokerage firms are insured by the Federal Deposit Insurance Corporation (“FDIC”) up to \$250,000. At various times during the year, balances may have exceeded the insured limits. As of June 30, 2024, there were no amounts in excess of federally insured limits.

Note 4 – Availability and Liquidity

The following represents the Organization’s financial assets which are available to meet general expenditures at June 30, 2024:

Financial assets at year end:	
Cash and cash equivalents	\$ 142,597
Investments	<u>2,540,773</u>
Total financial assets	2,683,370
Net assets with donor restrictions	<u>235,795</u>
Less net assets with donor restrictions able to be used within one year	<u>-0-</u>
Total amounts not available to be used within one year	<u>(235,795)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 2,447,575</u>

The Organization has certain net assets with donor restrictions limited to use for purpose restrictions that are available for expenditure and a corresponding release from restriction in accordance with an approved investment policy. Accordingly, these net assets with donor restrictions have been excluded from financial assets available to meet general expenditures within one year.

SAVE regularly monitors liquidity required to meet its operating needs and other contractual commitments, while striving to maximize the investment of its available funds. The Organization typically maintains its financial assets in cash accounts with a goal of having funds available when needed.

In addition to financial assets available to meet general expenditures over the next 12 months, SAVE operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures.

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 5 – Property and Equipment

Property and equipment consists of the following as of June 30, 2024:

Building and improvements	\$ 6,197,028
Furniture and Equipment	418,481
Computer equipment and software	45,429
Vehicles	<u>58,220</u>
	6,719,158
Less: accumulated depreciation	<u>(1,711,281)</u>
Net Fixed Assets	<u>\$ 5,007,877</u>

Note 6 – Retirement Plan

SAVE has a 401(k) plan (the “Plan”) which covers all employees who meet the Plan's eligibility requirements. SAVE makes a matching contribution of 100% of the employees' contributions up to 3% of eligible compensation. Total contributions to the plan for the year ended June 30, 2024 were \$10,249.

Note 7 – Investments

The Organization’s investments subject to recurring fair value measurements at June 30, 2024 are as follows:

	Fair Value Hierarchy <u>Level 1</u>	NAV as a Practical <u>Expedient</u>	<u>Total</u>
Money market funds (cash and cash equivalents)	\$ 27,645	\$ -0-	\$ 27,645
Marketable securities	2,304,978	-0-	2,304,978
Collective investment funds	<u>-0-</u>	<u>235,795</u>	<u>235,795</u>
	<u>\$ 2,332,623</u>	<u>\$ 235,795</u>	<u>\$ 2,568,418</u>

Marketable Securities

The Organization maintains an investment account without donor restrictions at an investment broker. Investment assets are invested in a diversified asset mix, which includes equities, mutual funds, and exchange traded funds, as well as money market accounts, all of which are intended to result in a consistent rate of return that also has sufficient liquidity to make expense withdrawals as needed. The money market accounts are considered cash equivalents and are presented as such within the Statement of Financial Position.

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 7 – Investments (continued)

Marketable Securities (continued)

The following is a summary of marketable securities at June 30, 2024:

	<u>Cost</u>	<u>Fair Market Value</u>	<u>Unrealized Gain (Loss)</u>
Money market funds	\$ 27,645	\$ 27,645	\$ -0-
Equities	415,684	967,898	552,214
Mutual funds	991,057	925,532	(65,525)
Exchange traded funds	304,160	385,796	81,636
Treasury bills	25,698	25,752	54
	<u>\$ 1,764,244</u>	<u>\$ 2,332,623</u>	<u>\$ 568,379</u>

The fair value of marketable securities have been measured on a recurring basis using Level I inputs, which are based on unadjusted quoted market prices within active markets. There have been no changes in valuation techniques and related inputs.

During the year ended June 30, 2024, securities valued at \$28,710 were donated to the Organization. Donated securities are recognized at the fair market value at the time of donation and are included in contributions within the Statement of Activities. While there is no formal policy regarding utilization, donated securities are typically sold shortly after donation.

Net realized loss from sales of marketable securities for the year ended June 30, 2024 was \$1,765. Unrealized gain in the fair market value of marketable securities included in the Statements of Activities and Cash Flows for the year ended June 30, 2024 was \$242,582.

Collective Investment Funds

Additional investments are held in collective investment funds invested with PACF. As a participant in the collective investment funds, the Organization's ownership interest is based on the allocation of the fair value of the Organization's units to the total fair value of the investment pool. The investment pool is managed using a long-term diversified strategy and is invested on a total return basis. Total return describes the change in fund value over time resulting from interest, dividends, and capital appreciation as a result of both realized and unrealized gains. The pool is revalued monthly and income and gains or losses are allocated to the participants based on their ownership units.

S.A.V.E, A FRIEND TO HOMELESS ANIMALS, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 7 – Investments (continued)

Collective Investment Funds (continued)

Collective investment fund holdings are measured at NAV in the Statement of Financial Position. The change in the value of pooled funds invested with PACF is included in net realized and unrealized gain on investments as net assets with donor restrictions. Net realized gain from sales within the collective investment funds for the year ended June 30, 2024 was \$5,719. Unrealized gain in the NAV of collective investment funds included in the Statements of Activities and Cash Flows for the year ended June 30, 2024 was \$12,970.

In accordance with the Organization's investment policy, earnings and dividends from collective investment funds are reinvested in the form of additional units or shares of the respective fund. These noncash reinvestments are not reflected in the Statement of Cash Flows but are included in the NAV of collective investment funds as of the reporting date.

Note 8 – Trust Income

SAVE is the recipient of one-half of the net income earned on a trust established by Cornelia Jaynes in 1967. Income is received in semi-annual payments during the corporate life of the Organization, but only in the event that SAVE continues to be a charitable corporation exempt from the payment of taxes to the Internal Revenue Service. In accordance with the trust agreement, the remaining half of the trust income is paid to Princeton Township. The amount of trust income received during the fiscal years ended June 30, 2024 was \$23,055, respectively.

Note 9 – Net Assets with Donor Restrictions

Net assets with donor restrictions were as follows as of June 30, 2024:

	<u>Balance</u> <u>June 30, 2023</u>	<u>Contributions</u> <u>and Net</u> <u>Investment</u> <u>Income</u>	<u>Restrictions</u> <u>Released</u>	<u>Balance</u> <u>June 30, 2024</u>
Wetherill Veterinary Chair Fund	\$ 212,952	\$ 22,843	\$ -0-	\$ 235,795

Note 10 – Subsequent Events

SAVE evaluated subsequent events through January 28, 2025, the date these financial statements were available to be issued. There were no material subsequent events that requires recognition or additional disclosures to the financial statements.