Horses and Humans Research Foundation
Financial Statement Comments
August 2012

Statement of Financial Position

Significant changes in August include:

- Total cash (checking and savings) is up this month by about $15,300 from the end of July 2012 and has increased over $25,000 from August 2011. This is due primarily to the collection of the Grant Receivable of $25,000, a $5,000 Foundation Contribution for the Veteran's Grant and a $5,000 unrestricted gift received in August.
- The market value of the Sentinel Endowment Fund has continued to increase and was up in August by approximately $750.
- There were no collections this month on the Pledges Receivable from the Board which remain at $6,150.
- Accounts Payable decreased by almost $15,000 due to making the first payment on the Grant awarded in 2011.

Statement of Activities Actual vs. Budget

- Year to date net income is $78,798, while the budget shows that we expected a loss of $2,842 through August.
- Net income for the month of August of $5,336 is also better than budgeted due to the contributions noted above and expenses remaining right in line with total budgeted expenses year to date including August. The only account with a notable amount over budget in the year to date column is the Staff/Contractors in the Administration Category.
- There was both income and expense related to the Special Event – Honor Their Spirit in August .

Statement of Activities Previous Year Comparison

- Net income through August continues to show significant improvement over 2011, with a total increase including the impact of the reduced Sherbrooke grant of $122,011.
- Revenues have increased by about $90,800 with expenses showing a decrease of approximately $16,100 before the prior year grant change impact of $15,000.

Cash Flow Forecast

- Currently you have $18,754 in available unrestricted cash which covers approximately 2.9 months of expenses.
- Included in the Temporarily Restricted cash is approximately $15,900 remaining from the Veteran's Grant that will be used to cover administrative expenses. This brings the cash available up to enough to cover around 5.3 months of operating expenses.

Current Year Projection

- The current year projection is now showing expected net income of approximately $83,800 and has increased substantially due to the decision not to fund the $15,000 additional grant dollars. This compares to the annual budget very favorably in both the revenue and expense areas.

Activity by Restriction

- This schedule shows the total activity for the full 2012 year to date.
- Temporarily Restricted Net Assets have increased to $99,363 with $68,863 available for the Veterans Program and $30,500 available for General Research.
- We began to release some of the funds restricted to cover the administrative costs of the Veteran's Grant in July and total administrative costs that have been recorded through August are $4,080 (staff time and some community outreach expenses) which will continue until the full $20,000 restricted for this purpose has been spent.
- Total Net Assets at the end of August are $237,292.

August is showing a small profit and the year to date financial picture continues to be strong. Please let me know if you have any questions or comments on this month's activity or reports.
Thank you!
Pam