Horses and Humans Research Foundation
Financial Statement Comments
June 2012

Statement of Financial Position

Significant changes in June include:

- Total cash decreased this month for the pay out of $35,000 in Grant Payments but increased due to contributions received. The net decrease was only $18,700. Cash is lower by about $43,100 from the cash balance at June 30 2011.
- The market value of the Sentinel Endowment Fund increased in June by a total of $1,409.
- We are showing Grants Receivable of $25,000 related to the Veterans Grant.
- The Accounts Payable for the Grants due in the future, decreased due to the payments to Sherbrooke of $10,000 and Rostock of $25,000.

Statement of Activities Actual vs. Budget

- Year to date net income is $76,563, while the budget shows that we expected a loss of $205 through June.
- Net Income for the month of June of $41,220 is also better than budgeted due to the contributions received and promised this month totaling $35,000.
- Please note the change to the presentation of the $15,000 decrease in the grant to Sherbrooke. Although the original cost of this grant was expensed in a prior year, the decision to reduce the payment was made in the current year and is recorded with an impact on current year activities. It is now being shown in the Other Income category to distinguish from the activity related to current year grants above.
- Expenses for the month and year to date are both under budget by approximately $1,900 with all categories staying in line with the budgeted amounts.

Statement of Activities Previous Year Comparison

- Net income through June continues to show significant improvement over 2011, with a total increase including the impact of the reduced Sherbrooke grant of $115,029.
- Revenues have increased by about $87,500 with expenses to showing a decrease of almost $12,500 before the prior year grant change impact of $15,000.

Cash Flow Forecast

- Currently you have $22,880 in available unrestricted cash after the payment of some expenses due next week.
- This will cover an average of 3.7 months of expenses, which is still considered a good position to be in. I generally look to see enough available cash to cover 3 months of normal expenses.

Current Year Projection

- The current year projection is now showing expected net income of approximately $68,900 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 and will need to be updated for as the year progresses.

Activity by Restriction

- This schedule shows the total activity for the full 2012 year to date.
- Temporarily Restricted Net Assets have increased to $93,473 with $62,973 available for the Veterans Program and $30,000 available now for General Research.
- Total Net Assets have increased to $235,057.

June shows a very successful month based on the contributions coming in for the Research and Veterans Projects. Please let me know if you have any questions or comments on this month's activity or reports.
Thank you!
Pam