

# PETFINDER FOUNDATION

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**AUDITED FINANCIAL STATEMENTS**  
Years ended December 31, 2015 and 2014



**JENNIFER J. PHILLIPS, CPA, PLLC**  
CERTIFIED PUBLIC ACCOUNTANT

**PETFINDER FOUNDATION**  
**AUDITED FINANCIAL STATEMENTS**  
Years ended December 31, 2015 and 2014

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JENNIFER J. PHILLIPS, CPA, PLLC  
CERTIFIED PUBLIC ACCOUNTANT

## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Petfinder Foundation  
Tucson, Arizona

I have audited the accompanying financial statements of Petfinder Foundation (an Arizona nonprofit organization), which comprise the statements of financial position as of December 31, 2015 and 2014, 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 State 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 of material misstatement, whether due to fraud or error.

### Auditor's responsibility

My responsibility is to express an opinion on these financial statements based on my audits. I conducted my audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

### Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Petfinder Foundation as of December 31, 2015 and 2014, 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.

*Jennifer J. Phillips, CPA, PLLC*

JENNIFER J. PHILLIPS, CPA, PLLC

April 4, 2016

**PETFINDER FOUNDATION**  
**STATEMENTS OF FINANCIAL POSITION**  
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 1,708,934	\$ 1,596,607
Investments - Note 3	1,155	-
Unconditional promises to give	15,825	53,619
Prepaid expenses	3,037	2,863
Equity investment - Note 4	220,407	223,149
Property and equipment - Note 5	<u>1,922</u>	<u>2,511</u>
	<u>\$ 1,951,280</u>	<u>\$ 1,878,749</u>
<b>LIABILITIES AND NET ASSETS</b>		
Liabilities:		
Accounts payable and accrued expenses	\$ 6,033	\$ 1,443
Grants payable	-	10,693
Custodial liabilities - Note 6	<u>-</u>	<u>7,500</u>
	6,033	19,636
Net assets:		
Unrestricted:		
Expended for property and equipment	1,922	2,511
Available for operations	<u>1,766,698</u>	<u>1,503,415</u>
	1,768,620	1,505,926
Temporarily restricted - Note 7	<u>176,627</u>	<u>353,187</u>
	<u>1,945,247</u>	<u>1,859,113</u>
	<u>\$ 1,951,280</u>	<u>\$ 1,878,749</u>

See Accompanying Notes.

**PETFINDER FOUNDATION**  
**STATEMENT OF ACTIVITIES**  
Year ended December 31, 2015

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Totals</u>
Public support and revenues:			
Contributions and donations	\$ 1,215,539	\$ 99,106	\$ 1,314,645
Donated materials - Note 8	55,816	-	55,816
Interest income	383	-	383
Gain (loss) on equity investment	<u>(2,742)</u>	<u>-</u>	<u>(2,742)</u>
	1,268,996	99,106	1,368,102
Releases from restrictions	<u>275,666</u>	<u>(275,666)</u>	<u>-</u>
Total public support and revenues	<u>1,544,662</u>	<u>(176,560)</u>	<u>1,368,102</u>
Expenses:			
Program services	1,150,007	-	1,150,007
Management and general	50,622	-	50,622
Fundraising	<u>81,339</u>	<u>-</u>	<u>81,339</u>
Total expenses	<u>1,281,968</u>	<u>-</u>	<u>1,281,968</u>
Change in net assets	262,694	(176,560)	86,134
Net assets, beginning of year	<u>1,505,926</u>	<u>353,187</u>	<u>1,859,113</u>
Net assets, end of year	<u>\$ 1,768,620</u>	<u>\$ 176,627</u>	<u>\$ 1,945,247</u>

See Accompanying Notes.

**PETFINDER FOUNDATION**  
**STATEMENT OF ACTIVITIES**  
Year ended December 31, 2014

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Totals</u>
Public support and revenues:			
Contributions and donations	\$ 764,132	\$ 159,230	\$ 923,362
Donated materials - Note 8	435,839	-	435,839
Interest income	358	-	358
Gain (loss) on equity investment	8,845	-	8,845
	<u>1,209,174</u>	<u>159,230</u>	<u>1,368,404</u>
Releases from restrictions	227,093	(227,093)	-
Total public support and revenues	<u>1,436,267</u>	<u>(67,863)</u>	<u>1,368,404</u>
Expenses:			
Program services	1,193,501	-	1,193,501
Management and general	51,037	-	51,037
Fundraising	70,533	-	70,533
Total expenses	<u>1,315,071</u>	<u>-</u>	<u>1,315,071</u>
Change in net assets	121,196	(67,863)	53,333
Net assets, beginning of year	<u>1,384,730</u>	<u>421,050</u>	<u>1,805,780</u>
Net assets, end of year	<u>\$ 1,505,926</u>	<u>\$ 353,187</u>	<u>\$ 1,859,113</u>

See Accompanying Notes.

**PETFINDER FOUNDATION**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
Year ended December 31, 2015

	<b>Program services</b>				<b>Management and Fundraising</b>		
	<b>Quality of life</b>	<b>Disaster relief</b>	<b>Sponsor a pet</b>	<b>Total</b>	<b>general</b>	<b>Fundraising</b>	<b>Total</b>
Salaries and wages	\$ 92,291	\$ 3,589	\$ 6,665	\$ 102,545	\$ 14,209	\$ 67,537	\$ 184,291
Payroll taxes	7,954	177	707	8,838	1,285	5,945	16,068
	<u>100,245</u>	<u>3,766</u>	<u>7,372</u>	<u>111,383</u>	<u>15,494</u>	<u>73,482</u>	<u>200,359</u>
Bank fees	13,094	-	-	13,094	14,548	1,455	29,097
Depreciation	256	-	-	256	412	157	825
Dues and registrations	7,776	-	-	7,776	2,223	1,111	11,110
Grants and allocations	758,681	61,100	92,730	912,511	-	-	912,511
Insurance	661	-	-	661	4,629	220	5,510
Legal fees	939	-	-	939	93	-	1,032
Loss on disposal of furniture	312	-	-	312	504	191	1,007
Other expenses	1,050	-	-	1,050	1,312	138	2,500
Postage and printing	4,007	-	-	4,007	349	-	4,356
Professional fees	24,625	-	-	24,625	2,350	1,550	28,525
Program supplies	55,816	-	-	55,816	-	-	55,816
Rent	3,740	-	-	3,740	4,674	936	9,350
Telephone	4,951	-	-	4,951	991	660	6,602
Travel and meetings	4,408	1,031	-	5,439	2,442	-	7,881
Utilities	775	-	-	775	155	103	1,033
Website	2,672	-	-	2,672	446	1,336	4,454
	<u>\$ 984,008</u>	<u>\$ 65,897</u>	<u>\$ 100,102</u>	<u>\$ 1,150,007</u>	<u>\$ 50,622</u>	<u>\$ 81,339</u>	<u>\$ 1,281,968</u>

See Accompanying Notes.

**PETFINDER FOUNDATION**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
Year ended December 31, 2014

	<u>Program services</u>				<u>Management and Fundraising</u>		
	<u>Quality of life</u>	<u>Disaster relief</u>	<u>Sponsor a pet</u>	<u>Total</u>	<u>general</u>	<u>Fundraising</u>	<u>Total</u>
Salaries and wages	\$ 112,767	\$ 2,506	\$ 10,024	\$ 125,297	\$ 8,979	\$ 55,348	\$ 189,624
Payroll taxes	9,592	213	853	10,658	756	5,335	16,749
	<u>122,359</u>	<u>2,719</u>	<u>10,877</u>	<u>135,955</u>	<u>9,735</u>	<u>60,683</u>	<u>206,373</u>
Bank fees	-	-	-	-	13,160	-	13,160
Depreciation	2,451	-	-	2,451	3,953	1,502	7,906
Dues and registrations	8,825	-	-	8,825	2,522	1,262	12,609
Grants and allocations	397,514	31,025	110,334	538,873	-	-	538,873
Insurance	906	-	-	906	6,337	302	7,545
Legal fees	3,486	-	-	3,486	336	-	3,822
Loss on disposal of furniture	-	-	-	-	-	-	-
Other expenses	842	-	-	842	1,053	111	2,006
Postage and printing	2,677	-	-	2,677	233	-	2,910
Professional fees	43,069	-	-	43,069	4,111	2,711	49,891
Program supplies	436,069	-	-	436,069	-	-	436,069
Rent	4,080	-	-	4,080	5,099	1,021	10,200
Telephone	5,381	-	-	5,381	1,077	717	7,175
Travel and meetings	4,516	1,031	-	5,547	2,491	-	8,038
Utilities	1,214	-	-	1,214	243	161	1,618
Website	4,126	-	-	4,126	687	2,063	6,876
	<u>\$ 1,037,515</u>	<u>\$ 34,775</u>	<u>\$ 121,211</u>	<u>\$ 1,193,501</u>	<u>\$ 51,037</u>	<u>\$ 70,533</u>	<u>\$ 1,315,071</u>

See Accompanying Notes.



**PETFINDER FOUNDATION**  
**STATEMENTS OF CASH FLOWS**  
Years ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Cash flows from operating activities:		
Change in net assets	\$ 86,134	\$ 53,333
Adjustment to reconcile change in net assets to net cash provided by operating activities:		
(Gain) loss on equity investment	2,742	(8,845)
Donated stock	(1,155)	-
Depreciation	825	7,906
Loss on disposal of furniture	1,007	-
Vehicle granted to other non-profit	-	19,009
(Increase) decrease in operating assets:		
Unconditional promises to give	37,794	(30,180)
Shelter challenge receivable	-	223,000
Prepaid expenses	(174)	1,491
Increase (decrease) in operating liabilities:		
Accounts payable and accrued expenses	4,590	(21,775)
Grants payable	(10,693)	10,693
Custodial liabilities	(7,500)	7,500
Net cash provided by operating activities	<u>113,570</u>	<u>262,132</u>
 Cash flows (used in) investing activities -		
Purchase of equipment	<u>(1,243)</u>	<u>-</u>
 Net change in cash and cash equivalents	112,327	262,132
 Cash and cash equivalents, beginning of year	<u>1,596,607</u>	<u>1,334,475</u>
 Cash and cash equivalents, end of year	<u>\$ 1,708,934</u>	<u>\$ 1,596,607</u>

Supplemental disclosure:

No cash paid for interest or income taxes in 2015 or 2014.

See Accompanying Notes.

**PETFINDER FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
December 31, 2015 and 2014

**NOTE 1 – Organization and purpose**

Petfinder Foundation (Foundation) is an Arizona nonprofit corporation, incorporated in 2003 to support Petfinder.com. Petfinder.com is the largest database of homeless pets on the Internet, with hundreds of thousands of adoptable pets listed on the site by more than 12,000 animal welfare organizations. Petfinder.com is owned by Nestlé Purina PetCare Company (Purina). Accordingly, Petfinder.com and Purina are considered related parties.

The Foundation helps homeless pets by saving lives through adoptions, helping shelters prepare for and recover from disaster and working to make sure animal welfare organizations across the country are more sustainable. The Foundation provides grants of equipment, supplies and funds so that thousands of homeless pets have healthier, happier lives and thousands of shelter and rescue staff and volunteers can do their jobs better. Petfinder.com member shelters are animal shelters who have met the criteria set by Petfinder.com and are the beneficiaries of various grants. The Foundation administers the following programs:

**Quality of life programs** – The Foundation believes that by helping to improve the quality of life for pets while they are in shelters or with a rescue group they will be happier, healthier and more adoptable. Grants in this category include enrichment products, training, pet food, vaccines, sheltering, and general operating grants.

*Orvis Animal Care Grants:* Through a matching donation from the Orvis Company, the Foundation was able to provide general animal care grants to help support shelter and rescue group's dog adoption efforts in a positive way.

*Dog Enrichment Grants:* The Foundation is working with KONG to provide enrichment toys and products to shelters and adopters across the country. The KONG Company joins the Foundation in the belief that by providing enrichment toys to shelter pets, you stimulate their mind, making them more adoptable.

*Rescue U Renovation:* Rescue U, a program of the Foundation, provides grants to shelters to help them with small scale shelter renovation projects like fixing up and build new kennels, cat houses and play areas, outdoor pens, bathing areas, and more.

*Adoption Options in Action Grants:* This grant is available to Petfinder.com members who attended an Adoption Options conference in 2015 and need financial assistance in order to implement the programs or practices presented at the conference, which are focused around the placement, promotion and behavior of homeless pets.

*Emergency Medical Grants:* This program is to assist Petfinder.com members who are caring for a pet that needs special veterinary care in order to become adoptable. Grants from this program can be used to cover expenses that fall outside of normal day to day vet services like spay/neuter, vaccines or routine exams, such as emergency surgery, dental work, etc. for one single pet.

*The All-Star Dog Rescue Spectacular Grants:* For the past two years the Foundation has been the designated charity for a dog rescue focused TV special. Grants from the All-Star Dog Rescue Celebration program are general animal care grants that are used help support shelter and rescue group's dog rescue adoption efforts in a positive way.

**Disaster relief program** – The Foundation is committed to assisting animal adoption organizations with disaster relief and recovery. Funds are used to offer animal-related resources and assistance during and after significant natural or man-made disasters. The Foundation awards grants to provide emergency equipment or supplies, physical improvements to the animal shelters and property, animal transport and housing equipment allocated for use in the event of a disaster, file and records management systems, and training.

**PETFINDER FOUNDATION**  
NOTES TO FINANCIAL STATEMENTS - continued  
December 31, 2015 and 2014

**NOTE 1 – Organization and purpose – continued**

**Other programs** – The Foundation works with its corporate partners and funders to offer needed in-kind supplies or educational tools to Petfinder.com members, as well as grants in the forms of providing assistance for daily operations and care of pets and promoting adoption and transportation needs. Additional grants awarded are:

*Sponsor A Pet:* The Sponsor A Pet program encourages Petfinder.com visitors to help homeless pets by sponsoring the cost of their shelter and care until they find a forever home. When someone has found a homeless pet that has touched their heart but they are unable to provide that pet their forever home this program gives them a way to help. Donations are collected by the Foundation and kept for the designated shelter. Once a quarter, these donations are distributed to the shelter, less 10 percent for administrative fees.

*Youth Humane Education Grants:* This grant was made possible by Build a Bear Workshop and the Build a Bear Workshop Foundation who join the Foundation in the belief that there is nothing more important than educating and inspiring the next generation to care for and love pets at an early age. Grants from this program will help fund existing humane education programs for kids ages 6-14 to organizations with a proven track records in teaching young people about kindness and compassion toward pets.

*Technology Grants:* The Foundation recognizes the important role that technology has on pet adoptions in today's world. From posting pets on Petfinder.com to social media marketing, having proper equipment and access to the internet is a necessity and not an option. Through a contribution from Purina, the Foundation was able to provide technology grants to shelters enabling them to purchase items such as computer equipment, printers, scanners, cameras, software, internet, etc.

**NOTE 2 – Summary of significant accounting policies**

*Financial statement presentation*

Under generally accepted accounting principles, the Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

*Use of estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

*Cash and cash equivalents*

The Foundation considers all cash and highly liquid investments with an original maturity of three months or less to be cash equivalents. The Foundation maintains cash and cash equivalents in bank deposit accounts, which, for short periods of time, may exceed federally insured limits. At December 31, 2015, the Foundation had uninsured cash totaling \$1,484,818.

*Investments in marketable securities*

The Foundation carries investments in marketable securities with readily determinable fair values at their fair values on the statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities.

**PETFINDER FOUNDATION**  
NOTES TO FINANCIAL STATEMENTS - continued  
December 31, 2015 and 2014

**NOTE 2 – Summary of significant accounting policies – continued**

*Unconditional promises to give (pledges receivable)*

Pledges receivable are stated at the amount management expects to collect from outstanding balances. All receivables are due within one year. Management believes that all receivables are collectible, and, accordingly, has recorded no allowance for uncollectible amounts. These amounts contain no collateral provisions for collection. There is a potential credit risk and accounting loss that could occur if all parties to the receivables fail to perform their obligations for the stated amounts.

*Property and equipment*

Purchased property and equipment are carried at cost. Donated property and equipment are carried at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, from 3 to 5 years. The Foundation capitalizes all expenditures of equipment in excess of \$500 with a useful life of more than one year.

*Fair value measurements*

Fair value measurements are determined based on the assumptions—referred to as inputs—that market participants would use in pricing the asset or liability. A fair value hierarchy distinguishes between market participant assumptions and the Institute's own assumptions about market participant assumptions. Observable inputs are assumptions based on market data obtained from independent sources, while unobservable inputs are Institute's own assumptions about what market participants would assume based on the best information available in the circumstances.

*Level 1 inputs.* A quoted price in an active market for an identical asset or liability is considered to be the most reliable evidence of fair value.

*Level 2 inputs.* These are observable inputs, either directly or indirectly, other than quoted prices included within Level 1. They include quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or inputs (interest rates, currency exchange rates, commodity rates or yield curves) that are observable or corroborated by observable market data for substantially the full term of the assets or liabilities.

*Level 3 inputs.* These inputs are unobservable and are used to measure fair value only when observable inputs are not available. These inputs reflect management's judgment about the assumptions that market participants would use in pricing the asset or liability.

*Contributions/restricted revenue*

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

*Donated goods, facilities and services*

Donated goods and facilities are valued at their fair market value. Donated services are recognized in the financial statements at their fair market value if the following criteria are met:

**PETFINDER FOUNDATION**  
NOTES TO FINANCIAL STATEMENTS - continued  
December 31, 2015 and 2014

**NOTE 2 – Summary of significant accounting policies – continued**

- The services require specialized skills and the services are provided by individuals possessing those skills.
- The services would typically need to be purchased if not donated.

Although the Foundation uses the services of volunteers, the fair value of these services is not recognized in the accompanying financial statements since they do not meet the criteria for recognition under generally accepted accounting principles. The Foundation received \$227,500 in donated advertising during the year ended December 31, 2014 which did not meet the criteria for recognition.

*Expense allocation*

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited

*Income tax status*

The Foundation is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Foundation's tax-exempt purpose may be subject to taxation as unrelated business income. In addition, the Foundation qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(1).

Management of the Foundation considers the likelihood of changes by taxing authorities in its filed tax returns and recognizes a liability for or discloses potential significant changes if management believes it is more likely than not for a change to occur, including changes to the organization's status as a not-for-profit entity. Management believes that the Foundation met the requirements to maintain its tax-exempt status and has no income subject to unrelated business income tax, therefore, no provision for income taxes has been provided in these financial statements. The Foundation's Form 990, *Return of Organization Exempt from Income Taxes*, and Arizona Form 99, *Arizona Exempt Organization Annual Information Return*, are generally subject to examination by the Internal Revenue Service for three years and the Arizona Department of Revenue for four years, respectively, after the date the returns were filed.

**NOTE 3 – Investments in marketable securities/fair value measurements**

The Foundation held an investment in donated stock with a fair market value of \$1,155 at December 31, 2015. There was no investment income during the year ended December 31, 2015. The fair value of the stock is based on quoted market prices in an active market (Level 1 inputs) on a recurring basis. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that such changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statements of financial position.

**NOTE 4 – Equity investment**

The Foundation owns 50% of Olafson Gift, LLC, a limited liability company which holds real property. The Foundation's investment in the corporation, accounted for using the equity method, was \$220,407 and \$223,149 at December 31, 2015 and 2014, respectively.

**PETFINDER FOUNDATION**  
NOTES TO FINANCIAL STATEMENTS - continued  
December 31, 2015 and 2014

**NOTE 5 – Property and equipment**

Property and equipment at December 31, 2015 and 2014 consisted of the following:

	2015	2014
Computer equipment	\$ 4,358	\$ 3,115
Office furniture	-	1,713
	<u>4,358</u>	<u>4,828</u>
Less accumulated depreciation	<u>(2,436)</u>	<u>(2,317)</u>
	<u>\$ 1,922</u>	<u>\$ 2,511</u>

**NOTE 6 – Custodial liabilities**

Custodial liabilities of \$7,500 at December 31, 2014 consisted of funds received for the Shelter Challenge program, for which the donor has specified a recipient organization, and for which the Foundation acts as an agent. These funds were distributed during the year ended December 31, 2015.

**NOTE 7 – Temporarily restricted net assets**

Temporarily restricted net asset activity was as follows for the year ended December 31, 2015:

	Beginning balance	Additions	Releases	Ending balance
Customer service	\$ 12,043	\$ -	\$ -	\$ 12,043
Disaster relief	169,918	-	(61,575)	108,343
Hide, Perch & Go	2,422	-	(2,400)	22
Kuranda beds	396	-	-	396
Purina animal shelter fund	5,459	-	(3,500)	1,959
Rescue U	61,842	-	(61,842)	-
Shelter a Pet	44,843	81,911	(92,730)	34,024
Feline enrichment	2,645	1,370	-	4,015
Unconditional promises to give	53,619	15,825	(53,619)	15,825
	<u>\$ 353,187</u>	<u>\$ 99,106</u>	<u>\$ (275,666)</u>	<u>\$ 176,627</u>

**NOTE 8 – Donated materials**

The Foundation received donated materials with a fair market value of \$55,816 and \$435,839 during the years ended December 31, 2015 and 2014, respectively. These donated materials are included in program supplies on the statements of functional expenses.

**NOTE 9 – Related party transactions**

The Foundation paid \$7,339 and \$10,818 in legal fees to a law firm owned by one of the board members during the years ended December 31, 2015 and 2014, respectively. The Foundation received \$111,611 and \$117,500 from Purina during the years ended December 31, 2015 and 2014, respectively.

**NOTE 10 – Subsequent events**

Subsequent events have been evaluated through April 4, 2016, which is the date the financial statements were available to be issued.